**Unofficial Copy** K4

2000 Regular Session (0lr1545)

## ENROLLED BILL

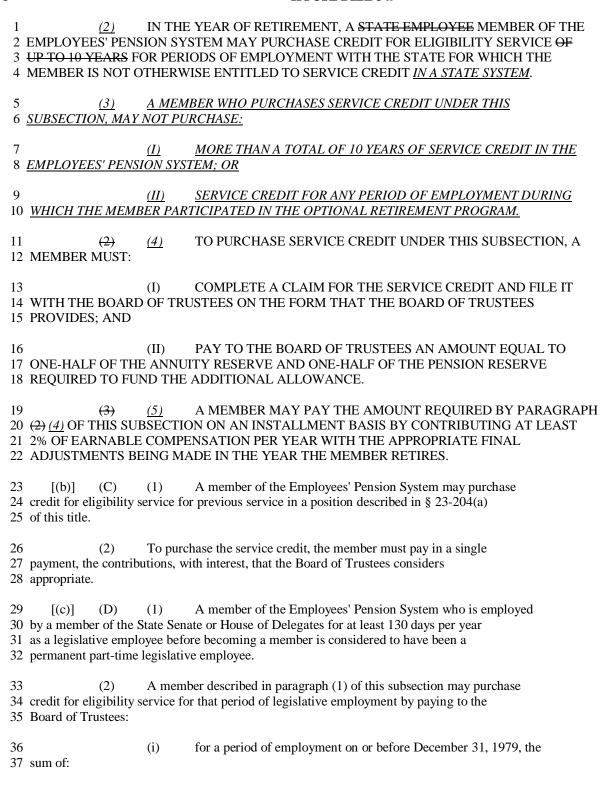
-- Appropriations/Budget and Taxation --

Introduced by Delegate Proctor (Chairman, Joint Committee on Pensions)					
	Read and Examined by Proofreaders:				
		Proofreader			
	with the Great Seal and presented to the Governor, for his approval this day of at o'clock,M.	Proofreader			
		Speaker			
	CHAPTER				
1 Al	N ACT concerning				
2	Employees' Pension System - Purchase of Service Credit				
3 FO 4 5 6 7 8 9	OR the purpose of altering the amount that a State employee member certain members of the Employees' Pension System who are not employees of participating governmental units or former participating governmental units that have withdrawn from participation in the Employees' Pension System shall pay to the Board of Trustees of the State Retirement and Pension System when purchasing certain service credit; and generally relating to purchase of service credit by State employee certain members of the Employees' Pension System.				

- BY repealing and reenacting, with amendments,
  Article State Personnel and Pensions
- 12 Section 23-307
- Annotated Code of Maryland 13
- 14 (1997 Replacement Volume and 1999 Supplement)

1 2	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:						
3	Article - State Personnel and Pensions						
4	23-307.						
7 8	(a) (1) [In] EXCEPT AS PROVIDED IN SUBSECTION (B) OF THIS SECTION, IN the year of retirement, a member of the Employees' Pension System may purchase credit for eligibility service of up to 10 years for periods of employment described in paragraph (4) of this subsection for which the member is not otherwise entitled to service credit.						
10	(2)	To purc	hase service credit under this subsection, a member must:				
11 12	of Trustees on the for	(i) rm that th	complete a claim for the service credit and file it with the Board ne Board of Trustees provides; and				
13 14	reserve and pension i	(ii) reserve re	pay to the Board of Trustees an amount equal to the annuity equired to fund the additional allowance.				
17	(3) A member may pay the amount required by paragraph (2) of this subsection on an installment basis by contributing at least 2% of earnable compensation per year with the appropriate final adjustments being made in the year the member retires.						
19 20	(4) employment with:	A memb	per may only purchase service credit under this subsection for				
21		(i)	the State;				
22 23	under federal control	(ii) ;	the Division of Employment Service while the Division was				
24 25	radiological equipme	(iii) ent under	the Maryland Tuberculosis Association as the operator of the supervision of the Maryland Health Department;				
26		(iv)	a political subdivision in the State;				
27		(v)	an out-of-state school as a teacher;				
28		(vi)	the federal government;				
29		(vii)	an out-of-state political subdivision; or				
30		(viii)	a public school as a teacher.				
		OVERNN.	UBSECTION DOES NOT APPLY TO AN EMPLOYEE OF A MENTAL UNIT OR A FORMER PARTICIPATING AT HAS WITHDRAWN.				

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1 2	contribute for that period of em	1. nploymen	the amount that the member would have been required to at; and
3	annually; and	2.	interest on the member's contributions, compounded
5 6	of:	for a per	riod of employment on or after January 1, 1980, the sum
7 8	contribute for that period of em	1. nploymen	the amount that the member would have been required to at;
9 10	contribute for the member for	2. that perio	the amount that the State would have been required to od of employment; and
11 12	compounded annually.	3.	interest on the member's and State's contributions,
15	the 5 years preceding the year	of payme	est to be paid under this subsection is the average for ent of the yearly rate of interest computed as the realized gains and losses divided by the

17 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 18 July 1, 2000.