
By: **Delegate W. Baker**

Introduced and read first time: January 28, 2002

Assigned to: Appropriations

A BILL ENTITLED

1 AN ACT concerning

2 **Teachers' Pension System - Purchase of Service Credit**

3 FOR the purpose of allowing certain members of the Teachers' Pension System to
4 purchase certain service credit at a reduced cost; and generally relating to
5 purchase of service credit by certain members of the Teachers' Pension System.

6 BY repealing and reenacting, with amendments,
7 Article - State Personnel and Pensions
8 Section 23-308.2
9 Annotated Code of Maryland
10 (1997 Replacement Volume and 2001 Supplement)

11 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
12 MARYLAND, That the Laws of Maryland read as follows:

13 **Article - State Personnel and Pensions**

14 23-308.2.

15 (a) For periods of employment as a member of the EMPLOYEES' RETIREMENT
16 SYSTEM, EMPLOYEES' PENSION SYSTEM, Teachers' Retirement [System] SYSTEM, or
17 the Teachers' Pension System for which the member is not otherwise entitled to
18 service credit, a member of the Teachers' Pension System may purchase credit for
19 eligibility service as provided in this section.

20 (b) The total amount of service credit in the EMPLOYEES' RETIREMENT
21 SYSTEM, EMPLOYEES' PENSION SYSTEM, Teachers' Retirement [System] SYSTEM, or
22 Teachers' Pension System that a member may purchase under this section and §
23 23-308 of this subtitle may not exceed 10 years.

24 (c) A member who purchases service credit under this section may not
25 purchase service credit for any period of employment during which the member
26 participated in the optional retirement program.

27 (d) To purchase service credit under this section, a member must:

1 (1) complete a claim for the service credit and file it with the Board of
2 Trustees on the form that the Board of Trustees provides; and

3 (2) pay to the Board of Trustees an amount equal to one-half of the
4 annuity reserve and one-half of the pension reserve required to fund the additional
5 allowance.

6 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
7 July 1, 2002.