

April 20, 2005

H 1331. PURCHASE PART-TIME RETIREMENT SERVICE. *TO MODIFY THE FORMULA FOR THE PURCHASE OF PART-TIME SERVICE IN THE TEACHERS' AND STATE EMPLOYEES' RETIREMENT SYSTEM.* GS 135-4(p1)(1) permits a member of the Teachers and State employees' Retirement System to purchase credit for service previously rendered on a part-time basis, if the member pays the full actuarial cost of providing the credit. This bill makes two changes: (1) it changes what the member pays, so that the member pays 12% of the member's compensation at the time of service plus interest compounded at 6.5% for each calendar year from the time of the service; and (2) it provides that service credit may be purchased either in full or in one-year increments. For the purpose of computing a one-year increment, it provides that for employees not in school districts, three-fourths time or greater is considered full-time.

Intro. by Insko.

Ref. to Pensions

GS 135