

## NOTATIONS

A 558 Hauser May 1—Permits the Commissioner of Banking and Insurance to deposit in any bank, trust company or national bank within the State, that may be designated by the company depositing securities with the commissioner under Title 17 of the Revised Statutes.

May 1—Rev. & Amend. of Laws Com.

A 559 Hauser, Panaro, Wegner, Stamer, Rutherford May 1—Increases the percentage adjustments of retirement allowances and applies the adjustment to the first \$600 rather than the first \$480 of the retirement allowance of retired public employees retired under P.L. 1958, C. 143.

May 8—Passed in Assembly.

June 2—Passed in Senate.

Jan. 12—Approved, Chapter 144.

A 560 Martin May 1—Includes school carpenters, furniture finishers, painters, plumbers and custodians of storerooms as well as janitors in the regulations for employment discharge, management and control by the school district board.

May 1—Education Com.

A 561 Kraut, Brady, Kijewski May 1—Permits any veteran public employee member in office, position or employment who has or shall have attained the age of 55 years and who has or shall have been for 30 years in the aggregate in office, position or employment of the State, county, municipality or school district or board of education to retire at  $\frac{1}{2}$  of the compensation received during the last year of employment.

May 1—Rev. & Amend. of Laws Com.

May 15—Reported, 2nd reading.

June 2—Passed in Assembly.

June 2—Received in Senate.

June 2—Rev. & Amend. of Laws Com.

A 562 Panaro, Farrington, Matthews, Bateman, Franklin May 1—Changes the name of the Division of Planning and Development to the Division of Resource Development, effective July 1, 1961.

May 31—Passed in Assembly.

June 2—Passed in Senate.

June 3—Approved, Chapter 47.

A 563 Hauser, McGowan May 1—Establishes in the Police and Firemen's Retirement System a reserve fund to which profits and earnings of the systems investment would be credited.

May 1—State, Co. & Mun. Gov't Com.

May 15—Reported, 2nd reading.

Nov. 20—Recommitted.

A 564 Hauser, McGowan May 1—Establishes in the Public Employees' Retirement System a reserve fund to which profits and earnings of the systems investment would be credited.

May 1—State, Co. & Mun. Gov't Com.

May 15—Reported, 2nd reading.

Nov. 20—Recommitted.

A 565 Hauser, McGowan May 1—Establishes in the Teachers' Pension and Annuity Fund a reserve fund to which profits and earnings of funds investments would be credited.

May 1—State, Co. & Mun. Gov't Com.

May 15—Reported, 2nd reading.

Nov. 20—Recommitted.

A 566 Werner, Meloni, Martin, Halpin, Maraziti Apr. 24—Amends the acts (R.S. 54:1-31, 32 and 54:4-3.16) concerning real and personal taxes to make same payable in 1963, instead of 1962.

Apr. 24—No reference; 2nd reading.

A 567 Sarcone, D'Aloia May 1—Grants tenure to 1st class county chief medical examiners who are honorably discharged veterans, and who have received at least 1 re-appointment.

May 1—Inst. Pub. Health & Welf Com.

May 31—Reported, 2nd reading.

May 31—Passed Assembly under emergency resolution.

May 31—Received in Senate.

May 31—State, Co. & Mun. Gov't Com.

A 568 Sarcone, Stiles, LaMorte, Volpe May 1—Entitles all civil service employees in county or municipal service to administrative leave of absence for not less than 3 days per calendar year for personal business, not to be charged against any vacation leave or overtime credit.

May 1—State, Co. & Mun. Gov't Com.

## NOTATIONS

A 569 Sarcone, Stiles, LaMorte, Volpe May 1—Entitles all State Civil Service employees to administrative leave of absence for not less than 3 days per calendar year for personal, business, not to be charged against any vacation leave or overtime credit.

May 1—State, Co. & Mun. Gov't Com.

A 570 Wegner, Deamer May 1—Provides for automatic approval where the Commissioner of Banking & Insurance fails to act within 90 days from the date of receipt of an alteration, supplement or amendment to an insurance rating system.

May 1—Business Affairs Com.

May 15—Reported, 2nd reading.

May 31—Lost in Assembly.

May 31—Laid over.

Nov. 20—Recommitted.

A 571 Hughes, Bateman, Bate, Davis May 1—Provides for control of roadside signs adjacent to the National System of Interstate and Defense Highways and other controlled-access expressways, freeways and parkways and provides for the administration of the controls.

May 1—Hwys, Trans & Pub Util Com.

Nov. 20—Reported with com. amend.

Nov. 20—2nd reading.

Nov. 20—Recommitted.

A 572 Doren May 1—Provides that any violation of the requirement to receive the Highway Commissioner's approval to construct any works in or upon any State highway may be tried in the County Court or District Court of any county in which the lands or part thereof are located.

May 1—Hwys, Trans & Pub Util Com.

May 15—Reported, 2nd reading.

Nov. 20—Recommitted.

A 573 Davis, Koenig, Frederick, Halpin May 1—Repeals sections 23:4-31 through 23:4-35 inclusive of the Revised Statutes prohibiting the issuance a hunting license to an unnaturalized foreign-born person.

May 1—Judiciary Com.

A 574 Musto, Hauser, Brown May 1—Eliminates the mandatory requirement for the filing of periodic reports by licensees under the Amusement Games Licensing Law.

May 1—Rev. & Amend. of Laws Com.

May 15—Reported, 2nd reading.

Nov. 20—Recommitted.

A 575 Tanzman May 1—Provides that the \$10 fee accompanying an application for a real estate broker or salesman license shall not be refundable.

May 1—Judiciary Com.

May 22—Reported, 2nd reading.

May 31—Passed in Assembly.

May 31—Received in Senate.

May 31—Business Affairs Com.

A 576 Davis, Koenig, Frederick, Halpin May 1—Prevents the transfer of deer tags and reporting cards from one person to another.

May 1—Rev. & Amend. of Laws Com.

May 15—Reported, 2nd reading.

Nov. 20—Recommitted.

A 577 Davis, Frederick, Koenig, Halpin May 1—Prescribes the fines for illegal deer hunting to be not less than \$100 nor more than \$300 for the first offense and not less than \$300 nor more than \$500 for the second and each subsequent offense.

May 1—Rev. & Amend. of Laws Com.

May 15—Reported, 2nd reading.

Nov. 20—Recommitted.

A 578 Panaro, Barkalow May 1—Provides that the white potato seed tax shall be paid every year, as of July 1, instead of every 6 months.

May 1—Rev. & Amend. of Laws Com.

May 15—Reported, 2nd reading.

Nov. 20—Recommitted.

A 579 Crabel, Marryatt May 1—Authorizes the Port of New York Authority to make regulations for the installation, construction, maintenance, repair, renewal, relocation, removal, rearrangement and changes of public utility facilities; effective when similar legislation is enacted by the State of New York.

May 1—Judiciary Com.

May 31—Reported, 2nd reading.

Nov. 20—Recommitted.

ASSEMBLY, No. 559

STATE OF NEW JERSEY

INTRODUCED MAY 1, 1961

By Assemblymen HAUSER, PANARO, WEGNER and STAMLER

Referred to Committee on State, County and Municipal Government

AN ACT to amend "An act to provide for increases in the retirement allowance of certain retired public employees" approved November 24, 1958 (P. L. 1958, c. 143).

1 BE IT ENACTED *by the Senate and General Assembly of the State of New*  
2 *Jersey:*

1 1. Section 2 of the act of which this act is amendatory is amended to read  
2 as follows:

3 2. The retirement allowance being received by any retirant shall be in-  
4 creased in accordance with the following formula:

5 a. The first **[\$480.00]** \$600.00 of the retirement allowance, or the full  
6 retirement allowance if such allowance is less than **[\$480.00]** \$600.00, shall  
7 be increased in accordance with the "ratio of increase" formula in this act  
8 if the retirant shall have had established 25 years of service credit prior to  
9 retirement, or shall have been retired for service-connected disability.

10 b. If the retirant shall have established less than 25 years of service  
11 credit prior to retirement and shall not have been retired for service-con-  
12 nected disability, the first **[\$480.00]** \$600.00 of the retirement allowance, or  
13 the full retirement allowance if such allowance is less than **[\$480.00]** \$600.00,  
14 shall be increased in accordance with the "ratio of increase" formula, ex-  
15 cept that this increase shall be in the same proportion to the increase pro-

EXPLANATION—Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

16 vided under the "ratio of increase" formula as the number of years of serv-  
17 ice credit is to 25.

1 2. Section 3 of the act of which this act is amendatory is amended to read  
2 as follows:

3 3. The "ratio of increase" which shall apply to the retirement allow-  
4 ance, a part thereof as specified in section 2 of this act, being received by a  
5 retirant shall be calculated in accordance with the following percentages as  
6 determined by the calendar year in which the retirement became effective.

YEAR OF RETIREMENT	RATIO OF INCREASE	YEAR OF RETIREMENT	RATIO OF INCREASE
7 1915	[173%] 185%	1935	[ 96% ] 107%
8 1916	[165%] 179%	1936	[100%] 111%
9 1917	[152%] 166%	1937	[ 98% ] 109%
10 1918	[130%] 142%	1938	[ 95% ] 106%
11 1919	[104%] 116%	1939	[ 94% ] 104%
12 1920	[ 78% ] 88%	1940	[ 93% ] 103%
13 1921	[ 63% ] 72%	1941	[ 90% ] 101%
14 1922	[ 56% ] 64%	1942	[ 85% ] 96%
15 1923	[ 52% ] 61%	1943	[ 78% ] 87%
16 1924	[ 52% ] 61%	1944	[ 69% ] 79%
17 1925	[ 57% ] 66%	1945	[ 62% ] 70%
18 1926	[ 57% ] 66%	1946	[ 53% ] 61%
19 1927	[ 56% ] 65%	1947	[ 43% ] 51%
20 1928	[ 56% ] 65%	1948	[ 34% ] 41%
21 1929	[ 56% ] 65%	1949	[ 26% ] 33%
22 1930	[ 57% ] 66%	1950	[ 19% ] 26%
23 1931	[ 62% ] 71%	1951	[ 13% ] 19%
24 1932	[ 69% ] 79%	1952	15%
25 1933	[ 79% ] 89%	1953	12%
26 1934	[ 88% ] 99%	1954	10%

1 3. This act shall take effect July 1, 1962.

## STATEMENT

This bill is a logical extension of the 1958 act (P. L. 1958, c. 134) increasing the retirement allowances of retired public employees (included are former State employees, teachers, police, firemen, county and municipal employees). It provides partial protection against loss of purchasing power caused by inflation.

The proposed amendments would go into effect July 1, 1962 and are designed to (1) increase the percentage adjustment to reflect the further increase in the cost-of-living since 1958; (2) apply the adjustment to the first \$600.00 rather than the first \$480.00 of the retirement allowance.

The 1958 act was developed from principles proposed by the Governor's Committee on Inadequate Pensions. The adjustment formula is intended to overcome the loss of real income by a retired person as a result of constantly rising prices. The amount of increase is determined by applying the cost-of-living percentage adjustment to the first \$480.00 of the retirement allowance. To qualify for the full increase, a retirant must have 25 or more years of service credit in a pension fund. Those with less than 25 years credit receive an increase in proportion to their service credit.

The present bill would change the base amount of allowance for adjustment from \$480.00 to \$600.00. When the \$480.00 base was set in 1958, the Governor's committee commented that "this plan of adjustment (\$480.00), the lowest of 6 proposals, is perhaps as low as anything that could attract favorable support. Short of this, the project might better be abandoned." The \$600.00 proposal is the second lowest suggested by the Governor's committee.

The Pension Increase Act of 1958 now provides for increases to persons retired prior to January 1, 1952. This date marked the point where the Inadequate Pensions Committee formula showed a loss of at least 10% in purchasing power due to inflation after retirement. Since 1958 the cost of living has continued to rise and the fixed incomes of retired public employees have been reduced still further in purchasing power. The present bill applies the committee formula to correct this and adds persons retired in 1952, 1953 and 1954 to the group receiving compensatory increases. This adjustment preserves the principle that

no increase should be provided unless the loss of purchasing power is at least 10%.

Under the current law 5,539 pensioners are receiving adjustments in their allowance. This proposal would increase those eligible to 8,311.

COST OF THIS BILL

To the State—The changes in base from \$480.00 to \$600.00 and the inclusion of those retired from 1952 through 1954 would cost an additional \$520,000.00 annually based on 1960-61 data.

To Counties and Municipalities—The additional annual cost to counties and municipalities is estimated to be \$260,000.00 annually.