

18A:66-15.1

LEGISLATIVE HISTORY CHECKLIST

NJSA: 18A:66-15.1 (TPAF-- allow purchase of credit for service in municipal or county retirement system)

LAWS OF: 1989 **CHAPTER:** 101

BILL NO: S2190

SPONSOR(S): Bassand

Date Introduced: _____

Committee: **Assembly:** State Government

Senate: State Government

Amended during passage: Yes Amendments during passage denoted by asterisks.

Date of Passage: **Assembly:** May 18, 1989

Senate: February 27, 1989

Date of Approval: June 26, 1989

Following statements are attached if available:

Sponsor statement: Yes

Committee statement: **Assembly** Yes

Senate Yes

Fiscal Note: Yes

Veto Message: No

Message on Signing: No

Following were printed:

Reports: No

Hearings: No

RDV

[FIRST REPRINT]
SENATE, No. 2190

STATE OF NEW JERSEY

INTRODUCED MARCH 3, 1988

By Senator BASSANO

1 AN ACT concerning the purchase of credit for service in a
municipal or county retirement system or pension fund by
3 members of the Teachers' Pension and Annuity Fund and
amending N.J.S. 18A:66-15.1.

5

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

1. N.J.S. 18A:66-15.1 is amended to read as follows:

9 18A:66-15.1. a. A person who has been or is a member of a
State-administered retirement system or pension fund and who
11 has taken or shall take office, position or employment in any
position covered by the Teachers' Pension and Annuity Fund and
13 is a member of said fund shall be entitled, upon application, to
service credited in such retirement system or pension fund in the
15 Teachers' Pension and Annuity Fund upon transfer of his
contributions from the State-administered retirement system or
17 pension fund to the fund. If he has withdrawn his contributions
from the State-administered retirement system or pension fund,
19 he may purchase credit for all ¹[or part]¹ of his service in such
retirement system or pension fund by paying into the annuity
21 savings fund the amount required by applying the factor, supplied
by the actuary, as being applicable to his age at the time of the
23 purchase, to his salary at that time. The terms of the purchase
and the credit granted shall be identical to those stipulated for
25 the purchase of previous membership service by members of the
fund as provided by section 18A:66-9.

27 b. A member of the retirement system who had established
service credit in a municipal or county retirement system or
29 pension fund, and who was ineligible to transfer the service credit
to the retirement system and withdrew contributions from the
31 municipal or county retirement system or pension fund, may
purchase credit for all ¹[or part]¹ of the member's service in
33 that retirement system or pension fund by paying into the annuity

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

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:
¹ Senate SSG committee amendments adopted April 25, 1988.

1 savings fund the amount required by applying the factor, supplied
2 by the actuary, as being applicable to the member's age at the
3 time of the purchase, to the member's salary at that time ¹, or
4 to the highest annual compensation for service in this State for
5 which contributions were made during any prior fiscal year of
6 membership, whichever is greater¹. The terms of the purchase
7 and the credit granted shall be identical ¹, except as otherwise
8 herein provided,¹ to those stipulated for the purchase of previous
9 membership service by members of the retirement system as
10 provided by section 18A:66-9.

11 (cf: P.L. 1981, c. 479, s. 1)

12 2. This act shall take effect immediately.

13

14

PENSIONS AND RETIREMENT

Teachers

15

16 Permits a member of TPAF to purchase credit for service in a
17 municipal or county retirement system or pension fund.
18
19

1 savings fund the amount required by applying the factor, supplied
2 by the actuary, as being applicable to the member's age at the
3 time of the purchase, to the member's salary at that time. The
4 terms of the purchase and the credit granted shall be identical to
5 those stipulated for the purchase of previous membership service
6 by members of the retirement system as provided by section
7 18A:66-9.

(cf: P.L.1981, c.479, s.1)

9 2. This act shall take effect immediately.

11

STATEMENT

13

Under current law, a member of the Teachers' Pension and
15 Annuity Fund who has withdrawn contributions from a
State-administered retirement system or pension fund may
17 purchase credit for all of the service rendered in the retirement
system or pension fund. This bill permits a member who had
19 established service credit in a municipal or county retirement
system or pension fund, and who was ineligible to transfer the
21 service credit to TPAF and withdrew contributions from the
municipal or county retirement system or pension fund, to
23 purchase credit for the service rendered. It also specifies that
the purchase of credit, whether for service in a
25 State-administered system or fund or in a municipal or county
system or fund, may be for all or only part of the service.

27

29

PENSIONS AND RETIREMENT

Teachers

31

Permits a member of TPAF to purchase credit for service in a
33 municipal or county retirement system or pension fund.

S-2190

ASSEMBLY STATE GOVERNMENT COMMITTEE

STATEMENT TO

[FIRST REPRINT]

SENATE, No. 2190

STATE OF NEW JERSEY

DATED: MARCH 30, 1989

The Assembly State Government Committee reports favorably Senate Bill No. 2190 [1R].

This bill allows a member of the Teachers' Pension and Annuity Fund who had established service credit in a municipal or county retirement system or pension fund, and who was ineligible to transfer the service credit to TPAF and who withdrew contributions from the municipal or county retirement system or pension fund, to purchase credit for all of the service. The member may purchase credit for all of the service by paying into the annuity savings fund the amount required by applying the factor, supplied by the actuary as being applicable to the member's age at the time of the purchase, to the member's salary at that time, or to the highest annual compensation for service in this State for which contributions were made during any prior fiscal year of membership, whichever is greater. The terms of the purchase and the credit granted shall be identical, except as the bill otherwise provides, to those stipulated for the purchase of previous membership service by members of the retirement system as provided by N.J.S.18A:66-9.

SENATE STATE GOVERNMENT COMMITTEE

STATEMENT TO

SENATE, No. 2190

with Senate committee amendments

STATE OF NEW JERSEY

DATED: APRIL 25, 1988

The Senate State Government Committee reports favorably and with committee amendments Senate, No. 2190.

This bill allows a member of the Teachers' Pension and Annuity Fund who had established service credit in a municipal or county retirement system or pension fund, and who was ineligible to transfer the service credit to TPAF and who withdrew contributions from the municipal or county retirement system or pension fund, to purchase credit for all of the service. The member may purchase credit for all of the service by paying into the annuity savings fund the amount required by applying the factor, supplied by the actuary as being applicable to the member's age at the time of the purchase to the member's salary at that time, or to the highest annual compensation for service in this State for which contributions were made during any prior fiscal year of membership, whichever is greater. The terms of the purchase and the credit granted shall be identical, except as otherwise herein provided, to those stipulated for the purchase of previous membership service by members of the retirement system as provided by section 18A:66-9.

COMMITTEE AMENDMENTS

The committee amended the bill to remove a member's ability to purchase only a part of prior service and to specify that the member shall pay an amount applicable to the member's salary at the time of the purchase or to the highest annual compensation for service in this State for which contributions were made during any prior fiscal year of membership, whichever is greater.

1 savings fund the amount required by applying the factor, supplied
2 by the actuary, as being applicable to the member's age at the
3 time of the purchase, to the member's salary at that time ¹, or
4 to the highest annual compensation for service in this State for
5 which contributions were made during any prior fiscal year of
6 membership, whichever is greater¹. The terms of the purchase
7 and the credit granted shall be identical ¹, except as otherwise
8 herein provided,¹ to those stipulated for the purchase of previous
9 membership service by members of the retirement system as
10 provided by section 18A:66-9.

11 (cf: P.L. 1981, c. 479, s. 1)

12 2. This act shall take effect immediately.

13

14 **PENSIONS AND RETIREMENT**

15 **Teachers**

16

17 Permits a member of TPAF to purchase credit for service in a
18 municipal or county retirement system or pension fund.
19