

SENATE BILL NO. 302

INTRODUCED BY H. HAMMOND

BY REQUEST OF THE TEACHERS' RETIREMENT BOARD

IN THE SENATE

January 27, 1983	Introduced and referred to Committee on State Administration.
February 15, 1983	Committee recommend bill do pass. Report adopted.
February 16, 1983	Bill printed and placed on members' desks.
February 17, 1983	Second reading, do pass.
February 18, 1983	Correctly engrossed.
February 19, 1983	Third reading, passed. Ayes, 48; Noes, 0. Transmitted to House.

IN THE HOUSE

March 1, 1983	Introduced and referred to Committee on State Administration.
March 11, 1983	Committee recommend bill be concurred in. Report adopted.
March 14, 1983	Second reading, concurred in.
March 15, 1983	Third reading, concurred in.

IN THE SENATE

March 16, 1983	Returned to Senate. Sent to enrolling. Reported correctly enrolled.
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Senate BILL NO. 302

INTRODUCED BY Blubbman

BY REQUEST OF THE TEACHERS' RETIREMENT BOARD

A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE THAT THE ACCUMULATED CONTRIBUTIONS OF A MEMBER OF THE TEACHERS' RETIREMENT SYSTEM BE TRANSFERRED FROM THE ANNUITY SAVINGS FUND TO THE PENSION ACCUMULATION FUND, RATHER THAN THE ANNUITY RESERVE FUND, UPON HIS RETIREMENT; AMENDING SECTION 19-4-602, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 19-4-602, MCA, is amended to read:

"19-4-602. Annuity savings fund. — member's contribution. The annuity savings fund is a fund in which the contributions from the members to provide for their annuities shall be accumulated in individual accounts for each member. Contributions to and payments from the annuity savings fund shall be made in the following manner:

(1) Each employer shall deduct from the compensation of each active member on the payroll for each payroll period on and subsequent to the date on which the member became a member an amount equal to 6.187% of the member's earned compensation.

(2) The deductions shall be made notwithstanding that

the minimum compensation provided by law for a member may be reduced thereby. Every member is considered to consent to the deductions prescribed by this section, and payment of salary or compensation less the deductions is a complete discharge of all claims whatsoever for the services rendered by the member during the period covered by the payment, except as to the benefits provided by the retirement system.

(3) In addition to the contributions deducted from compensation and subject to the approval of the retirement board, any member may redeposit in the annuity savings fund, by a single payment or by an increased rate of contribution, an amount equal to any accumulated contributions which he has previously withdrawn, plus interest in the amount the contributions would have earned had the contributions not been withdrawn.

(4) The accumulated contributions of a member withdrawn by him or paid to his estate or to his designated beneficiary in event of his death shall be paid from the annuity savings fund. Upon the retirement of a member, his accumulated contributions shall be transferred from the annuity savings fund to the ~~annuity-reserve pension~~ accumulation fund."

NEW SECTION. Section 2. Effective date. This act is effective on passage and approval.

-End-

INTRODUCED BILL

-2-

SB 302

Approved by Committee
on State Administration

1 *Senate* BILL NO. *302*
2 INTRODUCED BY *Studdeman*
3 BY REQUEST OF THE TEACHERS' RETIREMENT BOARD
4
5 A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE THAT THE
6 ACCUMULATED CONTRIBUTIONS OF A MEMBER OF THE TEACHERS'
7 RETIREMENT SYSTEM BE TRANSFERRED FROM THE ANNUITY SAVINGS
8 FUND TO THE PENSION ACCUMULATION FUND, RATHER THAN THE
9 ANNUITY RESERVE FUND, UPON HIS RETIREMENT; AMENDING SECTION
10 19-4-602, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."

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14 "19-4-602. Annuity savings fund -- member's
15 contribution. The annuity savings fund is a fund in which
16 the contributions from the members to provide for their
17 annuities shall be accumulated in individual accounts for
18 each member. Contributions to and payments from the annuity
19 savings fund shall be made in the following manner:

20 (1) Each employer shall deduct from the compensation
21 of each active member on the payroll for each payroll period
22 on and subsequent to the date on which the member became a
23 member an amount equal to 6.187% of the member's earned
24 compensation.

25 (2) The deductions shall be made notwithstanding that

1 the minimum compensation provided by law for a member may be
2 reduced thereby. Every member is considered to consent to
3 the deductions prescribed by this section, and payment of
4 salary or compensation less the deductions is a complete
5 discharge of all claims whatsoever for the services rendered
6 by the member during the period covered by the payment,
7 except as to the benefits provided by the retirement system.

8 (3) In addition to the contributions deducted from
9 compensation and subject to the approval of the retirement
10 board, any member may redeposit in the annuity savings fund,
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13 has previously withdrawn, plus interest in the amount the
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15 been withdrawn.

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23 NEW SECTION. Section 2. Effective date. This act is
24 effective on passage and approval.

-End-

-2- SECOND READING

1 *Senate* BILL NO. 302
2 INTRODUCED BY Blumenthal

3 BY REQUEST OF THE TEACHERS' RETIREMENT BOARD

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5 A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE THAT THE
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9 ANNUITY RESERVE FUND, UPON HIS RETIREMENT; AMENDING SECTION
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21 annuity savings fund to the ~~annuity-reserve pension~~
22 accumulation fund."

23 NEW SECTION. Section 2. Effective date. This act is
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-End-

-2- THIRD READING

SB 302

SENATE BILL NO. 302

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-End-

-2-

SB 302
REFERENCE BILL