

SENATE BILL No. 240

DIGEST OF INTRODUCED BILL

Citations Affected: IC 33-39-7-16.

Synopsis: Prosecuting attorneys retirement fund. Provides that the pension received by a participant in the prosecuting attorneys retirement fund (PARF) upon retirement from PARF is reduced by: (1) the actual amount of the pension the participant is receiving from the public employees' retirement fund (PERF), if the participant is receiving a pension from PERF when the participant retires from PARF; or (2) if the participant is not receiving a pension from PERF when the participant retires from PARF, the amount of the pension that the participant would be entitled to receive from PERF, if the participant were also retiring from PERF on the date the participant retires from PARF.

Effective: July 1, 2016.

Walker

January 7, 2016, read first time and referred to Committee on Pensions & Labor.



Second Regular Session 119th General Assembly (2016)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2015 Regular Session of the General Assembly.

SENATE BILL No. 240

A BILL FOR AN ACT to amend the Indiana Code concerning pensions.

Be it enacted by the General Assembly of the State of Indiana:

- 1 SECTION 1. IC 33-39-7-16, AS AMENDED BY P.L.160-2013,
2 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2016]: Sec. 16. (a) This section does not apply to a participant
4 who becomes permanently disabled, as described in section 17 of this
5 chapter.
6 (b) A participant who:
7 (1) applies for a retirement benefit; and
8 (2) is at least:
9 (A) sixty-five (65) years of age; or
10 (B) fifty-five (55) years of age and the participant's age in
11 years plus the participant's years of service is at least
12 eighty-five (85);
13 is entitled to an annual retirement benefit as calculated in subsection
14 (c).
15 (c) Except as provided in subsections (d), (e), and (f), the amount of
16 the annual retirement benefit to which a participant described in
17 subsection (b) is entitled equals the product of:



1 (1) the highest annual salary that was paid to the participant
 2 before separation from service; multiplied by

3 (2) the percentage prescribed in the following table:

4 Participant's Years	Percentage
5 of Service	
6 Less than 8	0
7 8	24%
8 9	27%
9 10	30%
10 11	33%
11 12	50%
12 13	51%
13 14	52%
14 15	53%
15 16	54%
16 17	55%
17 18	56%
18 19	57%
19 20	58%
20 21	59%
21 22 or more	60%

22 If a participant has a partial year of service in addition to at least eight
 23 (8) full years of service, an additional percentage is calculated under
 24 this subsection by prorating between the applicable percentages, based
 25 on the number of months in the partial year of service.

26 (d) Except as provided in subsections (e) and (f), and section
 27 19(c)(2)(B) of this chapter, a participant who:

28 (1) applies for a retirement benefit; and

29 (2) is not described in subsection (b);

30 is entitled to receive a reduced annual retirement benefit that equals the
 31 benefit that would be payable if the participant were sixty-five (65)
 32 years of age reduced by one-fourth percent (0.25%) for each month that
 33 the participant's age at retirement precedes the participant's sixty-fifth
 34 birthday.

35 (e) Except as provided in subsection (f), benefits payable to a
 36 participant under this section are reduced by the pension, if any, that:

37 **(1) the participant is receiving from the public employees'**
 38 **retirement fund, if the participant is receiving a pension from**
 39 **the public employees' retirement fund on the date of the**
 40 **participant's retirement from the prosecuting attorneys'**
 41 **retirement fund; or**

42 **(2) would be payable to the participant from the public employees'**



1 retirement fund if the participant had retired from the public
2 employees' retirement fund on the date of the participant's
3 retirement from the prosecuting attorneys retirement fund, **if the**
4 **participant is not receiving a pension from the public**
5 **employees' retirement fund on the date of the participant's**
6 **retirement from the prosecuting attorneys retirement fund.**

7 Benefits payable to a participant under this section are not reduced by
8 annuity payments made to the participant from the public employees'
9 retirement fund. **A participant to whom subdivision (2) applies is**
10 **entitled to a recalculation of the benefits payable to the participant**
11 **under this section after the participant has begun receiving a**
12 **pension from the public employees' retirement fund based on the**
13 **actual amount of the pension that the participant is receiving from**
14 **the public employees' retirement fund.**

15 (f) This subsection applies to a participant who is a member of the
16 public employees' defined contribution (annuity savings account only)
17 plan established by IC 5-10.3-12-18. Benefits payable to a participant
18 under this section are reduced by the pension portion of the retirement
19 benefit, if any, that would be payable to the participant from the public
20 employees' retirement fund if the participant:

21 (1) had not made an election under IC 5-10.3-12-20 to become a
22 member of the public employees' defined contribution (annuity
23 savings account only) plan; and

24 (2) had retired from the public employees' retirement fund on the
25 date of the participant's retirement from the prosecuting attorneys
26 retirement fund.

27 (g) If benefits payable from the public employees' retirement fund
28 exceed the benefits payable from the prosecuting attorneys retirement
29 fund, the participant is entitled at retirement to withdraw from the
30 prosecuting attorneys retirement fund the total sum contributed plus
31 interest at a rate specified by rule by the board.

