

By: Anchía

H.B. No. 4653

A BILL TO BE ENTITLED

1 AN ACT

2 relating to participation in a deferred retirement option plan by
3 members of the retirement systems for police and fire fighters in
4 certain municipalities.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Section 6.14(c), Article 6243a-1, Revised
7 Statutes, is amended to read as follows:

8 (c) Each month after a member has made an election to
9 participate in the DROP and indicated a desire to receive a
10 retirement pension under Sections 6.01(b) and (c), Section 6.01(e),
11 or Section 6.02(b), (c), (d), or (e) of this article, whichever is
12 applicable, and through the month before the month in which the
13 member leaves active service, an amount equal to the retirement
14 pension the member would have received under the applicable
15 subsection for that month if the member had left active service and
16 been granted a retirement pension by the board on the effective date
17 of DROP participation shall be credited to a separate DROP account
18 maintained within the fund for the benefit of the member. Amounts
19 held in the DROP account of a member shall be credited at the end of
20 each calendar month. Notwithstanding this section, effective
21 January 1, 2018, a member on active service who has 20 [~~10~~] years or
22 more of participation in DROP shall no longer have the amount of the
23 member's retirement pension credited to the member's DROP account
24 while the member is on active service.

1 SECTION 2. Section 6.14(c), Article 6243a-1, Revised
2 Statutes, as amended by this Act, applies to a member who
3 participates in the deferred retirement option plan established
4 under that section regardless of whether the member began
5 participation in the plan before, on, or after the effective date of
6 this Act.

7 SECTION 3. This Act takes effect September 1, 2023.