

By: Plesa, Vasut

H.B. No. 2434

A BILL TO BE ENTITLED

AN ACT

relating to the purchase of service credit by certain members of the Employees Retirement System of Texas.

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

SECTION 1. Section 813.514, Government Code, is amended by amending Subsection (a-1) and adding Subsections (f) and (g) to read as follows:

(a-1) A member may establish service credit under this section in the employee class only for service performed during a 90-day waiting period to become a member after beginning employment or holding office. The member may establish service credit for each month of any 90-day waiting period in which the member performed service, regardless of whether the member made a contribution during the 90-day waiting period for which the member establishes service credit.

(f) Notwithstanding any other provision of this subtitle, if a member purchases service credit under this section for a month that occurred before the member's most recent date of hiring, the retirement system shall consider for purposes of this subtitle the member's date of hiring to be the first day of the month of the earliest month for which service credit is purchased under this section.

(g) The retirement system shall compute the amount of the deposit required by this section in a manner that does not result in

H.B. No. 2434

1 an actuarial loss to the retirement system.

2       SECTION 2.   This Act takes effect September 1, 2025.