

1-1 By: Ritter (Senate Sponsor - Armbrister) H.B. No. 2916
1-2 (In the Senate - Received from the House April 28, 2003;
1-3 May 1, 2003, read first time and referred to Committee on
1-4 Jurisprudence; May 22, 2003, reported favorably by the following
1-5 vote: Yeas 5, Nays 0; May 22, 2003, sent to printer.)

1-6 A BILL TO BE ENTITLED
1-7 AN ACT

1-8 relating to establishing equivalent membership service in the
1-9 Judicial Retirement System Plan Two.

1-10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-11 SECTION 1. Subchapter B, Chapter 838, Government Code, is
1-12 amended by adding Section 838.108 to read as follows:

1-13 Sec. 838.108. CREDIT PURCHASE OPTION. (a) An eligible
1-14 member may establish not more than 60 months of equivalent
1-15 membership service credit.

1-16 (b) A member is eligible to establish service credit under
1-17 this section if the member has at least 120 months of actual
1-18 membership service of the type of service that the member seeks to
1-19 establish.

1-20 (c) A member may establish service credit under this section
1-21 by depositing with the retirement system, for each month of service
1-22 credit, the actuarial present value, at the time of deposit, of the
1-23 additional standard retirement annuity benefits that would be
1-24 attributable to the purchase of the service credit under this
1-25 section, based on rates and tables recommended by the retirement
1-26 system's actuary and adopted by the board of trustees.

1-27 (d) After a member makes the deposits required by this
1-28 section, the retirement system shall grant the member one month of
1-29 equivalent membership service credit for each month of credit
1-30 approved.

1-31 (e) The retirement system shall deposit the amount of the
1-32 actuarial present value of the service credit purchased in the
1-33 member's individual account in the retirement system.

1-34 (f) The board of trustees may adopt rules to administer this
1-35 section, including rules that impose restrictions on the
1-36 application of this section as necessary to cost-effectively
1-37 administer this section.

1-38 SECTION 2. This Act takes effect September 1, 2003.

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