

By: Nixon

H.B. No. 1114

A BILL TO BE ENTITLED

AN ACT

1
2 relating to contributions by and benefits for certain members and
3 retirees under the Judicial Retirement System of Texas Plan Two.

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

5 SECTION 1. Section 839.102, Government Code, is amended by
6 amending Subsection (a) and adding Subsection (d) to read as
7 follows:

8 (a) Except as provided by Subsections (b), ~~and~~ (c), and
9 (d), the standard service retirement annuity is an amount equal to
10 50 percent of the state salary being paid at the time the member
11 retires to a judge of a court of the same classification as the last
12 court to which the retiring member was elected or appointed.

13 (d) The service retirement annuity of a member qualifying
14 for retirement under Section 839.101(a) is the applicable state
15 salary under Subsection (a) multiplied by a percentage amount that
16 is the sum of 50 percent plus the product of two percent multiplied
17 by the number of years of subsequent service credit the member
18 accrues under Section 840.1025(a). After including any increase
19 under Subsection (b), the service retirement annuity under this
20 subsection may not be an amount that is greater than 80 percent of
21 the applicable salary under Subsection (a).

22 SECTION 2. Section 840.102(g), Government Code, is amended
23 to read as follows:

24 (g) Except as provided by Section 840.1025, a [A] member who

1 accrues 20 years of service credit in the retirement system ceases
2 making contributions under this section but is considered a
3 contributing member for all other purposes under this subtitle.

4 SECTION 3. Subchapter B, Chapter 840, Government Code, is
5 amended by adding Section 840.1025 to read as follows:

6 Sec. 840.1025. CONTRIBUTIONS AFTER 20 YEARS OF SERVICE
7 CREDIT. (a) A judicial officer who is a member of the retirement
8 system and who accrues 20 years of service credit in the retirement
9 system may elect to make contributions for each subsequent year of
10 service credit that the member accrues by filing an application
11 with the retirement system.

12 (b) A member who elects to make contributions under
13 Subsection (a) shall contribute two percent of the member's state
14 compensation for each payroll period in the manner provided by
15 Sections 840.102(b)-(f). Section 840.105 does not apply to a
16 contribution under this section.

17 (c) A member may not make contributions under this section
18 for more than 10 years of subsequent service credit that the member
19 accrues.

20 SECTION 4. This Act takes effect September 1, 2005.