

1 HB546  
2 184410-1  
3 By Representative Jones  
4 RFD: State Government  
5 First Read: 20-APR-17

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8 SYNOPSIS: Under existing law, a member of a city  
9 retirement system participating in the Employees'  
10 Retirement System of Alabama may purchase prior  
11 service credit for service rendered to a  
12 non-participating employer funded by a city and  
13 county that was eligible for participation in the  
14 Employees' Retirement System of Alabama at the time  
15 the member was employed.

16 This bill would remove the requirement the  
17 non-participating employer be funded by a city and  
18 a county.

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20 A BILL  
21 TO BE ENTITLED  
22 AN ACT  
23

24 To amend Section 36-27-51.1, Code of Alabama 1975,  
25 relating to the Employees' Retirement System; to revise the  
26 requirements for the purchase of credit for prior service by a

1 member of a city retirement system participating in the  
2 Employees' Retirement System.

3 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

4 Section 1. Section 36-27-51.1, Code of Alabama 1975,  
5 is amended to read as follows:

6 "§36-27-51.1.

7 "Any active and contributing member of a city  
8 retirement system that participates in the Employees'  
9 Retirement System under Section 36-27-6 who rendered prior  
10 service to a non-participating employer ~~funded by a city and a~~  
11 ~~county~~ which was eligible for participation in the Employees'  
12 Retirement System under Section 36-27-6, may purchase up to  
13 eight years of credit in the Employees' Retirement System for  
14 the prior service if the member pays to the  
15 Secretary-Treasurer of the Employees' Retirement System prior  
16 to the date of his or her retirement a sum equal to the full  
17 actuarial determined cost for each year of service purchased  
18 as determined by the actuary for the system. The local  
19 governmental entity which currently employs the member shall  
20 furnish the Employees' Retirement System with documentation of  
21 the prior service being claimed by the member as requested by  
22 the retirement system. Notwithstanding the foregoing language,  
23 no member of the Employees' Retirement System shall receive  
24 credit for any service that the member is already credited  
25 with in the system or in any other retirement plan, with the  
26 exception of the federal Social Security program."

1                   Section 2. This act shall become effective on the  
2   first day of the third month following its passage and  
3   approval by the Governor, or its otherwise becoming law.