

ASSEMBLY BILL

No. 2642

Introduced by Assembly Member Calderon

February 25, 2000

An act to add Section 21354.3 to the Government Code, relating to public employees' retirement.

LEGISLATIVE COUNSEL'S DIGEST

AB 2642, as introduced, Calderon. Public employees' retirement: local miscellaneous members.

Under existing law, contracting agencies of the Public Employees' Retirement System may elect to provide service retirement benefits for local miscellaneous members, as defined, based on either a 2% at age 60 formula or a 2% at age 55 formula, as specified.

This bill would authorize contracting agencies to provide those benefits to local miscellaneous members based on a 2% at age 50 formula, as specified.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 21354.3 is added to the
2 Government Code, to read:
3 21354.3. (a) The combined current and prior service
4 pensions for a local miscellaneous member is a pension
5 derived from the contribution of the employer sufficient,
6 when added to the service retirement annuity that is

1 derived from the accumulated normal contributions of
 2 the member at the date of retirement, to equal the
 3 fraction of one-fiftieth of the member's final
 4 compensation set forth opposite the member's age at
 5 retirement, taken to the preceding completed quarter
 6 year, in the following table, multiplied by the number of
 7 years of current and prior service except service in a
 8 category of membership other than that of local
 9 miscellaneous member with which the member is
 10 entitled to be credited at retirement:

11	12 Age at		13 Fraction
14	15 Retirement		
14	50		1.0000
15	50 1/4		1.0125
16	50 1/2		1.0250
17	50 3/4		1.0375
18	51		1.0500
19	51 1/4		1.0625
20	51 1/2		1.0750
21	51 3/4		1.0875
22	52		1.1000
23	52 1/4		1.1125
24	52 1/2		1.1250
25	52 3/4		1.1375
26	53		1.1500
27	53 1/4		1.1625
28	53 1/2		1.1750
29	53 3/4		1.1875
30	54		1.2000
31	54 1/4		1.2125
32	54 1/2		1.2250
33	54 3/4		1.2375
34	55 and over		1.2500

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 36 (b) The fraction specified in the above table shall be
 37 reduced by one-third as applied to that part of final
 38 compensation that does not exceed four hundred dollars
 39 (\$400) per month for all services of a member any of
 40 whose service has been included in the federal system.



1 This reduction shall not apply to a member employed by
2 a contracting agency that enters into a contract after July
3 1, 1971, and who elects not to be subject to this paragraph
4 or with respect to service rendered after the termination
5 of coverage under the federal system with respect to the
6 coverage group to which the member belongs.

7 (c) This section shall supersede Sections 21353 and
8 21354 with respect to all local miscellaneous members
9 who retire after the date this section becomes applicable
10 to their respective employers.

11 (d) This section shall not apply to a contracting agency
12 nor its employees until the contracting agency elects to
13 make all local miscellaneous members subject to it by
14 amendment to its contract made in the manner
15 prescribed for approval of contracts or in the case of a
16 new contract, by express provision of the contract. The
17 operative date of this section with respect to a local
18 miscellaneous member shall be the effective date of the
19 amendment to his or her employer's contract electing to
20 be subject to this section.

