

AMENDED IN SENATE JANUARY 12, 2000

AMENDED IN SENATE APRIL 19, 1999

AMENDED IN SENATE MARCH 9, 1999

SENATE BILL

No. 39

Introduced by Senator ~~Baca~~ *Alpert*
(Coauthor: Senator Karnette)

December 7, 1998

An act to ~~add Section 24203.6 to~~ *amend Section 24203.5 of,*
and to add Section 24203.6 to, the Education Code, relating to
the State Teachers' Retirement System.

LEGISLATIVE COUNSEL'S DIGEST

SB 39, as amended, ~~—Baca~~ *Alpert*. State Teachers'
Retirement System.

The existing State Teachers' Retirement Law provides that
members with 30 or more years of credited service receive
increases in their retirement allowance, *up to a specified*
maximum.

This bill would *increase that specified maximum,* provide
additional increases for members with 29 or more and 31 or
more years of credited service who retire on and after January
1, ~~2000~~ *2001, and make related changes.*

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. This act shall be known and may be cited
2 as the Career Teacher Incentive Act of ~~1999~~ 2000.

3 SEC. 2. *Section 24203.5 of the Education Code is*
4 *amended to read:*

5 24203.5. (a) The percentage of final compensation
6 used to compute the allowance pursuant to Section
7 24202.5, 24203, or 24205 of a member retiring on or after
8 January 1, 1999, who has 30 or more years of credited
9 service, excluding service credited pursuant to Section
10 22714, 22715, or 22717, shall be increased by two-tenths of
11 1 percentage point, provided that the sum of the
12 percentage of final compensation used to compute the
13 allowance in Section 24202.5, 24203, or 24205, including
14 any adjustments for retiring before the normal
15 retirement age, and the additional percentage provided
16 by this section *and Section 24203.6* does not exceed ~~2.40~~
17 2.50 percent. For purposes of establishing eligibility for
18 the increased allowance pursuant to this section only,
19 credited service shall include credited service that a court
20 has ordered be awarded to a nonmember spouse
21 pursuant to Section 22652. A nonmember spouse shall also
22 be eligible for the increased allowance pursuant to this
23 section if the member had 30 or more years of credited
24 service on the date the parties separated, as established
25 in the judgment or court order pursuant to Section 22652.

26 (b) Nonqualified service credit for which
27 contributions pursuant to Section 22826 were made in a
28 lump sum on or after January 1, 2000, or for which the first
29 installment was made on or after January 1, 2000, shall not
30 be included in determining the eligibility for an increased
31 allowance pursuant to this section.

32 (c) The amendments made to subdivision (a) in the
33 first year of the 1999–2000 Regular Session are declaratory
34 of existing law.

35 SEC. 3. Section 24203.6 is added to the Education
36 Code, to read:

37 24203.6. In addition to the increase prescribed by
38 Section 24203.5, the percentage of final compensation



1 used to compute the allowance pursuant to Section
2 24202.5 or 24203 of a member retiring on or after January
3 1, ~~2000~~ 2001, who has 29 or more years of credited service,
4 shall be increased by one-tenth of 1 percentage point, and
5 the percentage of final compensation used to compute
6 the allowance pursuant to Section 24202.5 or 24203 of a
7 member retiring on or after January 1, ~~2000~~ 2001, who has
8 31 or more years of credited service, shall be further
9 increased by another one-tenth of 1 percentage point
10 provided that the sum of the percentage of final
11 compensation used to compute the allowance in Section
12 24202.5 or 24203, including any adjustments for retiring
13 before the normal retirement age, and the additional
14 percentages provided by this section and Section 24203.5
15 does not exceed ~~2.40~~ 2.50 percent.

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