## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 867

Session of 2015

INTRODUCED BY M. DALEY, O'BRIEN, ACOSTA, BROWNLEE, READSHAW, C. PARKER, DeLUCA, FRANKEL, KINSEY, SIMS AND McNEILL, APRIL 1, 2015

REFERRED TO COMMITTEE ON STATE GOVERNMENT, APRIL 1, 2015

## AN ACT

- Amending Titles 24 (Education) and 71 (State Government) of the Pennsylvania Consolidated Statutes, in administration and miscellaneous provisions, further providing for the Public School Employees' Retirement Board; and, in administration, funds, accounts, general provisions, further providing for the State Employees' Retirement Board.
- 7 The General Assembly of the Commonwealth of Pennsylvania
- 8 hereby enacts as follows:
- 9 Section 1. Section 8501(a) of Title 24 of the Pennsylvania
- 10 Consolidated Statutes is amended to read:
- 11 § 8501. Public School Employees' Retirement Board.
- 12 (a) Status and membership. -- The board shall be an
- 13 independent administrative board and shall consist of 15
- 14 members: the Secretary of Education, ex officio; the State
- 15 Treasurer, ex officio; two Senators; two members of the House of
- 16 Representatives; the executive secretary of the Pennsylvania
- 17 School Boards Association, ex officio; two to be appointed by
- 18 the Governor, one of whom shall be female unless the percentage
- 19 of female active, inactive and retired members of the system

- 1 <u>exceeds 75%, then both shall be female and</u> at least one of whom
- 2 shall not be a school employee or an officer or employee of the
- 3 State; three to be elected by the active professional members of
- 4 the system from among their number; one to be elected by
- 5 annuitants from among their number; one to be elected by the
- 6 active nonprofessional members of the system from among their
- 7 number; and one to be elected by members of Pennsylvania public
- 8 school boards from among their number. The appointments made by
- 9 the Governor shall be confirmed by the Senate and each election
- 10 shall be conducted in a manner approved by the board. The terms
- 11 of the appointed and nonlegislative elected members shall be
- 12 three years. The members from the Senate shall be appointed by
- 13 the President pro tempore of the Senate and shall consist of one
- 14 member from the majority and one member from the minority. The
- 15 members from the House of Representatives shall be appointed by
- 16 the Speaker of the House of Representatives and shall consist of
- 17 one member from the majority and one member from the minority.
- 18 <u>In making legislative appointments, the President pro tempore of</u>
- 19 the Senate and the Speaker of the House of Representatives shall
- 20 endeavor to ensure gender proportionality on the board to the
- 21 active, inactive and retired members of the system. The
- 22 legislative members shall serve on the board for the duration of
- 23 their legislative terms and shall continue to serve until 30
- 24 days after the convening of the next regular session of the
- 25 General Assembly after the expiration of their respective
- 26 legislative terms or until a successor is appointed for the new
- 27 term, whichever occurs first. The chairman of the board shall be
- 28 elected by the board members. Each ex officio member of the
- 29 board and each legislative member of the board may appoint a
- 30 duly authorized designee to act in his stead.

- 1 \* \* \*
- 2 Section 2. Section 5901(a) and (b) of Title 71 are amended
- 3 to read:
- 4 § 5901. The State Employees' Retirement Board.
- 5 (a) Status and membership. -- The board shall be an
- 6 independent administrative board and consist of 11 members: the
- 7 State Treasurer, ex officio, two Senators, two members of the
- 8 House of Representatives and six members appointed by the
- 9 Governor, one of whom shall be an annuitant of the system, for
- 10 terms of four years, subject to confirmation by the Senate. The
- 11 <u>six members appointed by the Governor shall be in gender</u>
- 12 proportion to the active, inactive and retired members of the
- 13 system, rounded to the closest one-sixth percentage. At least
- 14 five board members shall be active members of the system, and at
- 15 least two shall have ten or more years of credited State
- 16 service. The chairman of the board shall be designated by the
- 17 Governor from among the members of the board. Each member of the
- 18 board who is a member of the General Assembly may appoint a duly
- 19 authorized designee to act in his stead.
- 20 (b) Appointments and terms. -- The two members elected by the
- 21 board and serving on the effective date of this title shall
- 22 continue to serve until the expiration of their respective
- 23 terms. The members of the Senate shall be appointed by the
- 24 President pro tempore of the Senate and shall consist of a
- 25 majority and a minority member. The members of the House of
- 26 Representatives shall be appointed by the Speaker of the House
- 27 of Representatives and shall consist of a majority and a
- 28 minority member. <u>In making legislative appointments</u>, the
- 29 President pro tempore of the Senate and the Speaker of the House
- 30 of Representatives shall endeavor to ensure gender

- 1 proportionality on the board to the active, inactive and retired
- 2 <u>members of the system.</u> The legislative members shall serve on
- 3 the board for the duration of their legislative terms and shall
- 4 continue to serve until 30 days after the convening of the next
- 5 regular session of the General Assembly after the expiration of
- 6 their respective legislative terms or until a successor is
- 7 appointed for the new term, whichever occurs first. Of the
- 8 remaining four appointees, one shall be appointed for an initial
- 9 term of two years, one for an initial term of three years, and
- 10 two for an initial term of four years. A vacancy occurring
- 11 during the term of an appointed member shall be filled for the
- 12 unexpired term by the appointment and confirmation of a
- 13 successor in the same manner as his predecessor.
- 14 \* \* \*
- 15 Section 3. This act shall take effect in 60 days.