

No. 269

AN ACT

SB 877

Amending the act of July 31, 1968 (P.L.944), entitled "An act creating a Municipal Police Retirement System for the payment of retirement allowances to police of certain political subdivisions, providing for the administration of the same by the Municipal Employes' Retirement Board, imposing certain duties on the Municipal Employes' Retirement Board, providing the procedure whereby political subdivisions may join the system, imposing certain liabilities and obligations on such political subdivisions in connection therewith and upon officers and employes of such political subdivisions, providing certain exemptions from taxation, execution, levy, attachment and sale," increasing the maximum limit for the administrative fee and extending the purposes for which taxes from the foreign casualty insurance premiums may be used.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. Section 14, act of July 31, 1968 (P.L.944), known as the "Municipal Police Retirement Law," is amended to read:

Section 14. Annual Estimates to Municipalities; Administrative Expenses.—The board shall prepare and submit to each municipality, on or before the first day of the fourth month preceding the commencing of each municipality's fiscal year, an itemized estimate of the amounts necessary to be appropriated by the municipality to the fund during its next fiscal year. It shall also include, in each such estimate, the amount required to be paid by the municipality to pay the costs of administering this act, including the additional compensation of the actuary and the secretary, the salary and compensation of additional employes required, postage, supplies, telephone, telegraph, printing, and traveling and incidental expenses. The amounts so paid by municipalities, on account of administrative expenses, shall be apportioned by the board on an equitable basis but shall not exceed the sum of **[ten dollars (\$10)]** *twenty dollars (\$20)* per member per year.

The amounts paid by municipalities, on account of administrative expenses, shall be paid into the State Treasury and shall be credited to the current appropriation of the Municipal Employes' Retirement Board, for use by the board in administering the provisions of this act. Any balance of such municipal contributions, on account of administrative expenses remaining unexpended at the end of a fiscal year, shall be credited to the appropriation to the Municipal Employes' Retirement Board for the next fiscal year, and none of said municipal contributions shall be deemed to have lapsed.

The amounts required to be paid by municipalities under the provisions of this act shall be paid out of moneys raised annually by taxation, or in the case of townships of the second class out of taxes levied for road, bridge and general township purposes.

The payments made by the State Treasurer to the treasurer of the municipality from the moneys received from taxes paid upon premiums by foreign casualty insurance companies for purposes of pension, retirement or disability benefits for policemen shall be used as follows: (i) to reduce the unfunded liability or, after such liability has been funded, (ii) to apply against the annual obligation of the municipality for future service *costs, administrative expenses* and disability reserve costs *or (iii) to the extent that the payment may be in excess of such obligations to reduce member contributions.* It shall be the duty of the governing body to apply such payments in accordance with the provisions of this act.

APPROVED—The 26th day of October, A. D. 1972.

MILTON J. SHAPP

The foregoing is a true and correct copy of Act of the General Assembly No. 269.

A handwritten signature in black ink, reading "C. McLaughlin Tucker". The signature is written in a cursive style with a large initial "C" and a prominent "T".

Secretary of the Commonwealth.