

No. 268

AN ACT

SB 876

Amending the act of June 4, 1943 (P.L.886), entitled, as amended, "An act creating a Municipal Employees' Retirement System for the payment of retirement allowances to officers and employes of political subdivisions and municipal authorities and of institutions supported and maintained by political subdivisions, and providing for the administration of the same by a board composed of certain state officers and others appointed by the Governor; imposing certain duties on the State Employees' Retirement Board and the actuary thereof; providing the procedure whereby political subdivisions and municipal authorities may join such system, and imposing certain liabilities and obligations on such political subdivisions and municipal authorities in connection therewith, and as to certain existing retirement and pension systems, and upon officers and employes of such political subdivisions; institutions supported and maintained by political subdivisions, and upon municipal authorities; providing certain exemptions from taxation, execution, attachment, levy and sale; and making an appropriation," increasing the maximum limit for the administrative fee and providing for annual crediting of unexpended administrative expenses.

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

Section 1. Section 16, act of June 4, 1943 (P.L.886), known as the "Municipal Employees' Retirement Law," amended August 24, 1963 (P.L.1142), is amended to read:

Section 16. 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 complete the payments of the obligations of 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 administration 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 State Employees' Retirement Board, for use and expenditure by the Municipal Employees' Retirement 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 biennium] *the fiscal year*, shall be credited to the appropriation to the State Employees' Retirement Board for the next fiscal [biennium] *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 general taxation, or in the case of townships of the second class, out of taxes levied for road, bridge and general township purposes and out of moneys received from the State which are designated for pension purposes.

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. 268.

A handwritten signature in cursive script, reading "C. McLaughlin Tucker".

Secretary of the Commonwealth.