
HOUSE BILL 1163

State of Washington

53rd Legislature

1993 Regular Session

By Representatives Jones, Miller, Orr, Kessler, Basich, Kremen, Scott, Holm, Quall, Pruitt, H. Myers, Dellwo, Mielke, Jacobsen, Shin, Karahalios and Roland

Read first time 01/18/93. Referred to Committee on Appropriations.

1 AN ACT Relating to public pension contributions for members with
2 more than thirty years of service credit; adding a new section to
3 chapter 41.32 RCW; and adding a new section to chapter 41.40 RCW.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 NEW SECTION. **Sec. 1.** A new section is added to chapter 41.32 RCW
6 under the subchapter heading "Plan I" to read as follows:

7 (1) Any member who has accrued more than thirty years of service
8 shall receive payment at the time of retirement of an amount equal to
9 the employee contributions made by the member for all periods of
10 service in excess of thirty years, plus interest as determined under
11 subsection (2) of this section.

12 (2) The department shall annually adopt by rule the interest rate
13 to be paid on contributions that are subject to subsection (1) of this
14 section. The rate shall reflect current market interest rates for
15 short-term deposits, but in no case shall be below the regular interest
16 rate credited to members for other employee contributions.

17 (3) The payment of contributions to a retiring member under this
18 section shall not be considered a withdrawal of the member's
19 accumulated contributions for the purposes of RCW 41.32.498(2) and

1 shall not result in the member receiving an actuarially reduced
2 allowance.

3 NEW SECTION. **Sec. 2.** A new section is added to chapter 41.40 RCW
4 under the subchapter heading "Plan I" to read as follows:

5 (1) Any member who receives a benefit calculated under RCW
6 41.40.185 (1), (2), or (3) and has accrued more than thirty years of
7 service shall receive payment at the time of retirement of an amount
8 equal to the employee contributions made by the member for all periods
9 of service in excess of thirty years, plus interest as determined under
10 subsection (2) of this section.

11 (2) The department shall annually adopt by rule the interest rate
12 to be paid on contributions that are subject to subsection (1) of this
13 section. The rate shall reflect current market interest rates for
14 short-term deposits, but in no case shall be below the regular interest
15 rate credited to members for other employee contributions.

16 (3) The payment of contributions to a retiring member under this
17 section shall not result in the member receiving an actuarially reduced
18 allowance.

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