

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2005

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HOUSE BILL 2704

Short Title: Reciprocity/Optional Retirement System.

(Public)

Sponsors: Representatives Insko; and Faison.

Referred to: Pensions and Retirement.

May 25, 2006

A BILL TO BE ENTITLED

AN ACT TO PROVIDE FOR RECIPROCITY BETWEEN THE OPTIONAL
RETIREMENT PROGRAM FOR STATE INSTITUTIONS OF HIGHER
EDUCATION AND THE TEACHERS' AND STATE EMPLOYEES'
RETIREMENT SYSTEM.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 135-4A reads as rewritten:

"§ 135-4A. **Reciprocity of creditable service with other State-administered retirement systems. systems and the Optional Retirement Program for State institutions of higher education.**

(a) Only for the purpose of determining eligibility for benefits accruing under this Article, creditable service standing to the credit of a member of the Legislative Retirement System, the Consolidated Judicial Retirement System, or the Local Governmental Employees' Retirement System ~~System~~, or the Optional Retirement Program for State institutions of higher education under G.S. 135-5.1 shall be added to the creditable service standing to the credit of a member of this System; provided, that in the event a person is a retired member of any of the foregoing retirement systems, such creditable service standing to the credit of the retired member prior to retirement shall be likewise counted. In no instance shall service credits maintained in the aforementioned retirement systems be added to the creditable service in this System for application of this System's benefit accrual rate in computing a service retirement benefit unless specifically authorized by this Article.

(b) A person who was a former member of this System and who has forfeited his creditable service in this System by receiving a return of contributions and who has creditable service in the Legislative Retirement System, the Consolidated Judicial Retirement System, or the Local Governmental Employees' Retirement System ~~System~~, or the Optional Retirement Program for State institutions of higher education under G.S. 135-5.1 may count such creditable service for the purpose of restoring the

1 creditable service forfeited in this System under the terms and conditions as set forth in
2 this Article and reestablish membership in this System.

3 (c) Creditable service under this section shall not be counted twice for the same
4 period of time whether earned as a member, purchased, or granted as prior service
5 credits."

6 **SECTION 2.** This act becomes effective July 1, 2006.