

April 26, 2001

H 1390. RETIREMENT WITHDRAWAL SERVICE. TO ALLOW THE PURCHASE OF WITHDRAWAL SERVICE IN THE TEACHERS' AND STATE EMPLOYEES' RETIREMENT SYSTEM. GS 135-4(k) now provides that anyone who withdrew his contributions to the cited retirement system before July 1, 1974, and then returned to service could, after 10 years' service, pay a lump sum in to cover the withdrawal and interest and have the prior service years reinstated for retirement purposes. This bill eliminates the July 1, 1974, cutoff.

Intro. by Nesbitt.

Ref. to Pensions	GS 135
------------------	--------

June 20, 2001

H 1390. RETIREMENT WITHDRAWAL SERVICE. Intro. 4/26/01. House committee substitute makes the following changes to 1st edition. Changes length of service necessary to purchase previously withdrawn contributions from 10 years to 5 years. Deletes portion of GS 135-4(k) regarding payment of interest and replaces it with a requirement that the interest to be paid is interest compounded annually at the rate of 6.5% for each calendar year from the year of withdrawal to the year of repayment. Amends GS 135-4(m) to provide that on and after July 1, 2001, that subsection shall not apply to the repayment of contributions withdrawn pursuant to GS 135-4(k). Repeals GS 135-4(x), Changes effective date to July 1, 2001.