

HB130 INTRODUCED



1 HB130
2 84QLAFH-1
3 By Representative Hill
4 RFD: Ways and Means Education
5 First Read: 13-Jan-26
6 PFD: 07-Jan-26



SYNOPSIS:

This bill would reopen the Teachers' Retirement System to allow an active, vested, and contributing member to purchase credit in the system for prior service rendered to the St. Clair County Day Program, Incorporated.

A BILL
TO BE ENTITLED
AN ACT

To reopen the Teachers' Retirement System to permit purchase of credit in the system for prior service rendered to the St. Clair County Day Program, Incorporated.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. (a) The governing body of the St. Clair County Day Program, Incorporated, by resolution legally adopted to conform to the rules prescribed by the Board of Control of the Teachers' Retirement System, may elect to have its executive officers and full-time employees, from whatever source and in whatever manner paid, become eligible to participate in the Teachers' Retirement System of Alabama, subject to all rules, regulations, and conditions thereof.

(b) After the governing body of the St. Clair County



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Day Program, Incorporated, has made an election through a resolution as provided in subsection (a), its employees and executive officers may participate in and be entitled to all benefits of the Teachers' Retirement System of Alabama; provided, that where contributions are made from salaries paid by the St. Clair County Day Program, Incorporated, the St. Clair County Day Program, Incorporated, shall pay the employer cost, calculated as a percentage of the salaries of those employees, to be contributed as employer contributions in accordance with Section 16-25-21, Code of Alabama 1975. The amount shall be paid monthly and at the same time as the members' contributions are made to the Teachers' Retirement System.

(c) The governing body of the St. Clair County Day Program, Incorporated, may provide in its resolution to the Teachers' Retirement System's Board of Control that all service rendered by an eligible employee or executive officer to the program, before the effective date of the program's election to come under the Teachers' Retirement System, shall be creditable service to the employee or executive officer; provided, that any provision shall apply only to those employees and officers who were in the active service of the program on the effective date of the program's election to be covered under the Teachers' Retirement System; and provided further, that the resolution also states that the St. Clair County Day Program, Incorporated, shall assume and pay, as required, all costs necessary to fund the crediting of the previous service, the costs to be determined by the actuary



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57 employed by the Teachers' Retirement System Board of Control.
58 All benefits that accrue and are payable to any beneficiary
59 hereunder shall be limited to, and shall not exceed, the
60 amount paid in by the beneficiary and the employer plus his or
61 her portion of the interest earned and the enhancement of his
62 or her monies by investing them, less cost of administration,
63 at no cost to the State of Alabama.

64 Section 2. This act shall become effective on June 1,
65 2026.