



Legislation Details (With Text)

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Title: Amending Title 22 of The Philadelphia Code, entitled "Public Employees Retirement Code," to expand the scope of "Plan '10" and "DC Plan" to cover additional employees, including employees represented by AFSCME, District Council 33, and certain employees not covered by a collective bargaining agreement, to change contribution rates, and to make technical amendments, all under certain terms and conditions.

Sponsors: Council President Clarke, Councilmember Blackwell

Indexes: RETIREMENT CODE

Code sections:

Attachments: 1. CertifiedCopy14074100.pdf

Date	Ver.	Action By	Action	Result	Tally
11/14/2014	0	MAYOR	SIGNED		
11/13/2014	0	CITY COUNCIL	READ AND PASSED	Pass	17:0
10/30/2014	0	CITY COUNCIL	ORDERED PLACED ON THIS DAY'S FIRST READING CALENDAR		
10/30/2014	0	CITY COUNCIL	SUSPEND THE RULES OF THE COUNCIL	Pass	
10/30/2014	0	CITY COUNCIL	READ AND ORDERED PLACED ON NEXT WEEK'S SECOND READING CALENDAR		
10/29/2014	0	Committee on Labor and Civil Service	HEARING NOTICES SENT		
10/29/2014	0	Committee on Labor and Civil Service	HEARING HELD		
10/29/2014	0	Committee on Labor and Civil Service	REPORTED FAVORABLY, RULE SUSPENSION REQUESTED		
10/2/2014	0	CITY COUNCIL	Introduced and Referred	Pass	

Amending Title 22 of The Philadelphia Code, entitled "Public Employees Retirement Code," to expand the scope of "Plan '10" and "DC Plan" to cover additional employees, including employees represented by AFSCME, District Council 33, and certain employees not covered by a collective bargaining agreement, to change contribution rates, and to make technical amendments, all under certain terms and conditions.

THE COUNCIL OF THE CITY OF PHILADELPHIA HEREBY ORDAINS:

SECTION 1. Title 22 of The Philadelphia Code is amended to read as follows:

TITLE 22. PUBLIC EMPLOYEES RETIREMENT CODE.

CHAPTER 22-100. GENERAL PROVISIONS.

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§ 22-105. Definitions.

In addition to the definitions set forth in § 1-103(1) of the Code, the following definitions apply to this Title unless the context plainly requires otherwise:

* * *

(19.1) Guards represented by DC 33. Members represented by AFSCME, District Council 33, who are “guards” within the meaning of Section 805 of the Public Employee Relations Act, Act 1970-195, P.L. 563, 43 P.S. § 1101.805.

* * *

(28.1) OHCD employees. Employees represented by AFSCME, District Council 33, who work for the Office with responsibility for Housing and Community Development.

* * *

CHAPTER 22-200. MEMBERSHIP.

§ 22-201. Membership Upon Employment.

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(5) Employees first hired or assuming elected office on or after January 1, 2010. All employees who

(i) either

(a) are police or fire employees; or

(b) are represented by Lodge 5 of the F.O.P. and are employees of the Sheriff's Office or of the Register of Wills; or

(c) are represented by AFSCME, District Council [47;] 47, or AFSCME, District Council 33 (other than OHCD employees); or

(d) are municipal employees [in the civil service] not represented by a union;

and who

(ii) are hired or rehired on or after the date set out below

are members of Plan '10 immediately upon employment by the City or upon taking office, except to the extent that they are afforded other options pursuant to § 22-203 (Membership After Reemployment) or unless, [with respect to only police employees, fire employees, employees of the Sheriff's Office, employees represented by AFSCME, District Council 47, and municipal employees in the civil service not represented by a union,] within thirty (30) days of employment, the employee *(except an employee who either (.1) is represented by Lodge No. 5 of the F.O.P. and is an employee of the Register of Wills or (.2) is a guard represented by DC 33)* makes an irrevocable election to become a member of Plan A or B or Y, as applicable.

(a) For police employees: January 1, 2010.

(b) For fire employees: October 15, 2010.

(c) For employees of the Sheriff's Office or of the Register of Wills: January 1, 2012.

(d) For employees represented by AFSCME, District Council 47: March 5, 2014.

(e) For municipal employees in the civil service not represented by a union: [the effective date of the Ordinance enacting this subsection (e).] *May 14, 2014.*

(f) For employees represented by AFSCME, District Council 33, other than guards represented by DC 33 or OHCD employees: September 9, 2014.

(g) For guards represented by DC 33: the effective date of the Ordinance adding this subsection (g).

(h) For municipal employees not in the civil service and not represented by a union: the effective date of the Ordinance adding this subsection (h).

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CHAPTER 22-900. CONTRIBUTIONS.

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§ 22-902. Member Contributions.

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(2) Basic Contribution Rate. Member contributions shall be made at the following basic contribution rates:

(a) Members of Plan J who are not covered under the Federal Social Security Act, as amended:

(.1) For members represented by AFSCME, District Council 47, or *District Council 33 (except for guards represented by DC 33 and OHCD employees)*, and for municipal employees [in the civil service] not represented by a union:

(A) Through and including December 31, 2014, six percent (6%) of compensation.

(B) For the period January 1, 2015, through December 31, 2015, six and a half percent (6.5%) of compensation.

(C) For the period January 1, 2016, and thereafter, seven percent (7.0%) of compensation.

(.2) *For guards represented by DC 33:*

(A) *Through and including the date prior to the effective date of the ordinance adding this subparagraph (.2), six percent (6%) of compensation.*

(B) *For the period commencing on the effective date of the ordinance adding this subparagraph (.2) and thereafter, the greater of (i) six percent (6%) of compensation; or (ii) fifty percent (50%) of the aggregate normal cost for all members in Plan J.*

[(.2)] (.3) For all other members, six percent (6%) of compensation.

(b) Members of Plan J who are covered by the Federal Social Security Act, as amended, *except for guards represented by DC 33*: three and three-quarters percent (3-3/4%) of that portion of compensation which is subject to tax under the Federal Insurance Contributions Act (26 U.S.C. §§ 3101 et seq.) plus six percent (6%) of that portion of compensation which is not subject to such tax, exclusive of that portion of such tax attributable to coverage for hospital insurance benefits; plus, for members represented by AFSCME, District Council 47, or *AFSCME, District Council 33 (except for OHCD employees)*, and for municipal employees [in the civil service] not represented by a union:

(.1) for the period January 1, 2015, through December 31, 2015, one-half percent (0.5%) of compensation (*except for municipal employees of the Auditing Department, not in the civil service, for whom this additional one-half percent (0.5%) shall apply for the period July 1, 2015, through December 31, 2015*); plus,

(.2) for the period January 1, 2016, and thereafter, one percent (1.0%) of compensation.

(b.1) *Members of Plan J who are guards represented by DC 33 and who are covered by the Federal Social Security Act, as amended:*

(.1) *Through and including the date prior to the effective date of the ordinance adding*

this subparagraph (b.1): three and three-quarters percent (3-3/4%) of that portion of compensation which is subject to tax under the Federal Insurance Contributions Act (26 U.S.C. §§ 3101 et seq.) plus six percent (6%) of that portion of compensation which is not subject to such tax, exclusive of that portion of such tax attributable to coverage for hospital insurance benefits.

(.2) For the period commencing on the effective date of the ordinance adding this subparagraph (b.1) and thereafter, the greater of (i) the amount calculated pursuant to subparagraph (.1) above; or (ii) fifty percent (50%) of the aggregate normal cost for all members in Plan J.

* * *

(f) Members of Plan '10 who are municipal employees, a percentage amount equal to fifty percent (50%) of the aggregate normal cost percentage for members of Plan '10 who are municipal employees, as reported in the most recent actuarial valuation report of the Retirement System. The provisions of § 22-902 (3) ("Election to cease contributions") shall not apply. insrsid13706716

(g) Members of Plan A, Plan B, Plan L, or Plan Y, such contributions as the Board shall determine based on the most recent actuarial valuation report, in accordance with the following:

(.1) Separate basic contribution rates shall be determined for members of each of Plan A, Plan B, Plan L, or Plan Y.

(.2) For members of Plan L, and Plan Y, the required contributions shall equal the sum of

(i) such percent of the aggregate normal cost for all members in such plans as set forth in subsections (A) through [(C)] (D) below, including but not necessarily limited to, the normal cost for service retirement benefits, separation service retirement benefits; optional early retirement benefits, disability benefits, death benefits, survivor benefits, and expenses; provided, however, that for that portion of the benefits under Plan L which exceeds those available to members of Plan Y, the required Plan L contribution for each employee shall equal a proportionate share of one hundred percent (100%) of the aggregate normal cost of such greater benefits for all such members; and

(ii) for members represented by AFSCME, District Council 47, *or AFSCME, District Council 33 (except guards represented by DC 33 and OHCD employees)*, and for municipal employees [in the civil service] not represented by a union, for the period January 1, 2015, through December 31, 2015, one-half percent (0.5%) of compensation *(except for municipal employees of the Auditing Department, not in the civil service, for whom this additional one-half percent (0.5%) shall apply for the period July 1, 2015, through December 31, 2015)*, and, for the period January 1, 2016, and thereafter, one percent (1.0%) of compensation; and

(iii) for members represented by AFSCME, District Council 47, [and municipal employees in the civil service not represented by a union,] hired on or after [the effective date of the Ordinance adding this subsection (iii),] *March 5, 2014, for municipal employees in the civil service not represented by a union, hired on or after May 14, 2014, and for members represented by AFSCME, District Council 33, hired on*

or after September 9, 2014 (except guards represented by DC 33 and OHCD employees), an additional one percent (1.0%) of [compensation.] compensation; and

(iv) for municipal employees not in the civil service and not represented by a union hired or first elected on or after the effective date of the ordinance adding this subparagraph (iv), an additional one percent (1.0%) of compensation.

(A) For members of Plan L, and for members of Plan Y except employees of the Sheriff's Office represented by Lodge 5 of the F.O.P., and except guards represented by DC 33, thirty percent (30%).

(B) For members of Plan Y who are employees of the Sheriff's Office represented by Lodge 5 of the F.O.P. and who were hired before January 1, 2012, thirty percent (30%).

(C) For members of Plan Y who are employees of the Sheriff's Office represented by Lodge 5 of the F.O.P. and who were hired on or after January 1, 2012, fifty percent (50%).

(D) For members of Plan Y who are guards represented by DC 33:

(a) Until one day prior to the effective date of the ordinance adding this subparagraph (D), thirty percent (30%).

(b) On the effective date of the ordinance adding this subparagraph (D) and thereafter, fifty percent (50%).

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CHAPTER 22-1400. DEFINED CONTRIBUTION PLAN.

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§ 22-1403. Membership in DC Plan.

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(2) Electing members of the Retirement System. If (a) a police or fire employee or (b) an employee represented by Lodge 5 of the F.O.P. who is an employee of the Sheriff's Office or the Register of Wills or (c) an employee represented by AFSCME, District Council [47] 47, or AFSCME, District Council 33 (except OHCD employees), or (d) a municipal employee [in the civil service] not represented by a union, is a member of any other plan within the Retirement System, such member may elect to participate in the DC Plan. In such case, any credited service rendered by the member, or compensation paid to the member, after the member is enrolled in the DC Plan shall apply solely to the calculation of the member's benefit under the DC Plan and Plan '1|10