SB21

192299-3

By Senators Dial, Holley, Smitherman, Reed, Waggoner, Ward, Scofield, Whatley, McClendon, Williams, Livingston, Chambliss, Marsh, Stutts, Bussman, Beasley, Allen, Albritton and Brewbaker

RFD: Finance and Taxation Education

First Read: 09-JAN-18

PFD: 11/07/2017
SB21

ENROLLED, An Act,

Relating to retirement; to provide for a funded one-time lump-sum addition to the retirement benefits of certain retirees and beneficiaries of the Teachers' Retirement System.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. (a) There is hereby provided for fiscal year 2017-2018 a funded one-time lump-sum payment, hereinafter referred to as "lump-sum payment," to each person whose effective date of retirement for purposes of receiving benefits from the Teachers' Retirement System is prior to May 1, 2018, and who is receiving or is entitled to receive a monthly allowance from the Teachers' Retirement System on April 30, 2018.

(b) The formula for calculating the lump-sum payment shall be one dollar ($1) per month for each year of service attained by the retiree.

(c) Beneficiaries of deceased members or deceased retirees, if the date of death for the deceased member, or the effective date of retirement for the deceased retiree for purposes of receiving benefits from the Teachers' Retirement System was prior to May 1, 2018, and if the beneficiary is
receiving or is entitled to receive a monthly allowance from
the Teachers' Retirement System on April 30, 2018, shall
receive a lump-sum payment.

(d) There is hereby provided for fiscal year
2017-2018 a funded one-time lump-sum payment to certain
persons identified in subsection (e) herein, whose effective
date of retirement for purposes of receiving benefits from the
Teachers' Retirement System is prior to May 1, 2018, and who
is receiving or is entitled to receive a monthly allowance
from the Teachers' Retirement System on April 30, 2018.

(e) For purposes of this section, service includes
the service under Section 16-25-1 and Section 16-25-150 et

(f) Any person who received benefits under the
Medicaid program and whose eligibility for Medicaid benefits
would be impaired by the lump-sum payment provided by this
section shall not be entitled to receive the aforementioned
increase. Any person who subsequently applies for benefits
under the Medicaid program and that person's eligibility to
receive benefits is impaired by the lump-sum payment provided
by this section shall not be entitled to receive the increase
subsequent to the date that the member files application for
benefits under the Medicaid program.
(g) The lump-sum payments provided under this section shall be paid to all eligible recipients by the Teachers' Retirement System in June 2018.

Section 2. It is not the intent of this act to make appropriations, but the amount required to pay the cost of the lump-sum payments provided under this act shall be made in the annual Education Trust Fund budget act for the 2019 fiscal year.

Section 3. This act shall become effective immediately following its passage and approval by the Governor, or its otherwise becoming law.
I hereby certify that the within Act originated in and passed the Senate, as amended.

Patrick Harris, Secretary.
HOUSE ACTION

(Continued)

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The House of Representatives
Passed Bill No. 1
A.B. 3, on March 27, 1984

J. W. Woodard, Clerk