## LEGISLATIVE ASSEMBLY

Read 1° 30 April 1980

(Brought in by Mr Thompson and Mr Maclellan)

## A BILL

## To amend the State Employees Retirement Benefits Act 1979 and for other purposes.

BE IT ENACTED by the Queen's Most Excellent Majesty by and with the advice and consent of the Legislative Council and the Legislative Assembly of Victoria in this present Parliament assembled and by the authority of the same as follows (that is to 5 say):

1. (1) This Act may be cited as the State Employees Retirement Short title. Benefits (Amendment) Act 1980.

(2) In this Act the State Employees Retirement Benefits Act Principal Act No. 9362. 1979 is called the Principal Act.

(3) The several provisions of this Act except section 2 shall Commence-10 come into operation on the day on which the Act receives the Royal ment. Assent.

(4) Section 2 shall be deemed to have come into operation on 23 January 1980.

2. In section 2 of the Principal Act after the interpretation of Amendment of No. 9363 s. 2. 15 "Fund" there shall be inserted the following interpretation:

> "Joining date" means such day, not being a day earlier than New the day the Order is made under this section, on which interpretation the provisions of this Act are expressed to apply to any officer, employee or person or class of officers, employees or persons by an Order.'.

10-[259]-1000/30.4.1980-19479/80

,

20

3. Section

Amendment of No. 9363 s. 2.

Amendment of No. 9363 s. 10.

Amendment of No. 9363 s. 20.

New sub-section inserted

No. 9363 s. 21 (1).

New section substituted.

3. Section 2 of the Principal Act shall be amended as follows:

- (a) In paragraph (b) of the interpretation of "Employee" after the words "or persons" there shall be inserted the expression "(other than Associates to Judges of the Supreme Court and to Judges of the County Court)"; 5
- (b) In the interpretation of "Service" for the words "an employee" (where twice occurring) there shall he substituted the words "a permanent employee".

4. For section 10 of the Principal Act there shall be substituted the following section: 10

"10. A manager, assistant manager and such other officers as are necessary for the purposes of this Act shall be appointed under and be subject to the provisions of the Public Service Act 1974.".

5. In section 20 of the Principal Act after sub-section (4) there shall be inserted the following sub-section:

"(5) A member who renders part-time or intermittent service shall not cease to be a member by reason only of his part-time or intermittent service being less than half the service of an ordinary employee.".

6. Section 21 (1) of the Principal Act shall be amended as 20 Amendment of follows:

- (a) In paragraph (a) after the words "this Act" (where first occurring) there shall be inserted the words "or on the joining date";
- (b) In paragraph (a) for the expression "1 April 1980" there 25 shall be substituted the expression "1 June 1980 or the day three months after the joining date (as the case requires)":
- (c) In paragraph (b) after the words "commencement of the Act" there shall be inserted the words "or the joining 30 date":
- (d) In paragraph (b) after the words "permanent employee" (where second occurring) there shall be substituted the expression "or on or before 1 June 1980 (whichever later occurring):
- In paragraphs (c) and (d) after the words "of this Act" (e) there shall be inserted the words "or the joining date".

7. After section 21 (1) of the Principal Act there shall be inserted the following sub-section:

"(1A) The Board may upon application by a permanent 40 employee and at its own discretion extend any period of election specified

Amendment of No. 9363, s. 21.

New sub-section inserted.

15

35

specified under sub-section (1) for a period of not more than six months, and may refund any contributions paid by such permanent employee.".

8. Section 21 (2) of the Principal Act shall be amended as Amendment of No. 9363 s. 21 (2). 5 follows:

10

- (a) After the words "this Act" there shall be inserted the words "or at the joining date";
- (b) After the words "that commencement" there shall be inserted the expression "or on that joining date (as the case requires)".

9. In section 23 of the Principal Act after sub-section (4) there Amendment of No. 9363 s. 23. shall be inserted the following sub-sections:

"(5) Subject to sub-section (6), the amount of contribution of New the contributor shall be adjusted as at 1 March each year based on 15 his salary as at that date and his contributions so adjusted shall be payable as from and inclusive of the first pay day on or after 1 May next following.

(6) Where a contributor receives a reduced salary indefinitely or for a period of more than three months and the amount of 20 contribution which he is required to pay becomes less than the amount of contribution that he was required to pay immediately before the reduction, he shall pay the lesser amount of contribution.".

10. In section 24 (3) of the Principal Act for the expression Amendment or "1 May 1980" there shall be substituted the expression "1 July  $_{s. 24}^{No. 9363}$ 25 1980 and the contributions of a permanent employee who is a permanent employee at a joining date shall be payable on and from the date four months after the joining date.".

11. After section 25 of the Principal Act there shall be inserted New section the following section:

30 "25A. (1) Where an employer fails to pay any amount payable to the Board under this Act the Board shall certify to the employer concerned the amount for which he is liable.

(2) Where the whole or part of the amount certified under sub-section (1) which the employer is liable to pay to the Board is 35 attributable to a failure to deduct contributions of a permanent employee, the employer may deduct that amount or any part thereof which is attributable to contributions from any sum which is or becomes due by the employer to such permanent employee by way of salary but a deduction shall not be made from a payment of 40 salary at a rate exceeding \$10 for each week in respect of which the salary is paid.".

3

sub-section inserted. Contribution adjusted 1 March each year, &c.

inserted.

Board to certify amount where employer fails to pay.

12. In

Amendment of No. 9363 s. 29.

12. In section 29 (6) of the Principal Act for the word "May" there shall be substituted the word "July".

Amendment of No. 9363 s. 40.

- 13. Section 40 of the Principal Act shall be amended as follows:
  - (a) For sub-section (2) there shall be inserted the following sub-section:

"(2) Entitlements under this Part shall be determined on the basis that a person is deemed to have been a continuous contributor for a period or an additional period equal to the number of completed years not exceeding 30-

- (a) for pension entitlements, any period prior to 1 July 1980 or prior to four months after the joining date (as the case requires) during which he was a permanent employee in continuous employment; and
- (b) for lump sum entitlements, one-half of any such period-

and the number of such completed years shall be calculated by deducting the number of completed years of continuous service under sub-section (1) from 20 his total years of service.";

(b) For sub-section (5) there shall be substituted the following sub-section:

14. In section 45 (7) of the Principal Act for the expression 30

"(5) In determining entitlements under this Part where the period of contributory service, prospective or 25 otherwise, of a person is in excess of 30 years, the Board shall calculate such entitlements on the basis of those 30 consecutive years which give the optimum benefits to that person.".

there shall be substituted the expression

Amendment of No. 9363 s. 45.

Amendment of

15. In section 67 (1) of the Principal Act for the expression "section 66" there shall be substituted the expression "section 68".

16. After section 68 of the Principal Act there shall be inserted 35 the following sections:

'68A (1) In this Part—

"sub-section (5)"

"sub-section (6)".

"Scheme of superannuation" means a scheme for the administration of any assets with the object of providing superannuation payments, annuities, pensions, 40 allowances, lump sum payments or other benefits for

employees

No. 9363 s. 67 (1).

New sections inserted.

10

5

15

employees or former employees or for the widows, children, dependants or legal personal representatives of employees or former employees.

(2) Where permanent employees are contributors to or subject Permanent 5 to a scheme of superannuation already established, they may be employees may be required required in accordance with the regulations-

- (a) to transfer, assign, hand over or pay (as the case requires) to the Board all or any part of the assets administered under the scheme;
- 10
- (b) to have their benefits under this Act reduced in proportion to benefits they receive or are entitled to receive under the scheme.

68B. Within one month after receiving a request in writing to do Information to so, the trustees or managers of any scheme of superannuation shall 15 furnish to the Board a statement of the assets and liabilities of the scheme, and such other particulars relating to the scheme and to persons contributing to any fund administered under the scheme as the Board requires.

68c. The Board may at any time by notice in writing served Transfer of 20 upon the trustees or managers of the scheme of superannuation assets to Board. require them to transfer, assign, hand over or pay (as the case requires) to the Board all such assets as are specified by the Board.

68D. Where a policy of life insurance is handed over to the Board to have Board under this Part, but the person upon whose life the policy was with policies. 25 issued retains a power of dealing with or receiving money under that policy, the Board shall be deemed to be the continuing agent of that person for all purposes in connexion with the policy.

68E. The Board may pay to the administrators, trustees or Board may managers of any scheme of superannuation that part of the cash administrator. 30 value of the fund of the scheme as certified by an actuary which may reasonably be stated to have arisen from the employer's contributions to the scheme which is applicable to such permanent employees as become entitled to benefits under this Act.

68F. The Board may open an account in the Fund in the name Board may 35 of a permanent employee to which may be credited that part of the open accounts, accumulated value of the scheme applicable to his contribution to that scheme together with interest thereon as determined by an actuary.

68G. When a member ceases to be employed before he attains Member to **40** 60 years other than on account of his retirement, disability or death amount in he shall be entitled to receive the amount standing to his credit in account on ceasing to be such account.

to transfer, &c. assets, &c.

be supplied.

receive employed.

68н. In

5

## 1980 State Employees Retirement Benefits (Amendment) No.

On retirement balance of account additional to lump sum entitlement.

Amendment of No. 9363 s. 71. 68H. In the event of a member's retirement because of age or disability or his death the balance of such account shall be deemed to be an addition to his lump sum entitlement.".

17. In section 71 of the Principal Act after the word "contributions" there shall be inserted the words "or any other 5 amount payable to the Board".

By Authority; F. D. ATKINSON, Government Printer, Melbourne



