



January 29, 2013

HOUSE BILL No. 1560

DIGEST OF HB 1560 (Updated January 29, 2013 10:39 am - DI 96)

Citations Affected: IC 20-26.

Synopsis: Rollovers of school retirement accounts. Provides that whenever a school corporation closes future contributions to a retirement, savings, or investment plan described under Section 401(a) or Section 403(b) of the Internal Revenue Code, a participant in the plan, without regard to the participant's age or employment status, may elect to rollover the balance invested in that plan to: (1) another eligible retirement, savings, or investment plan offered by the school corporation; or (2) an individual retirement account or annuity described under Section 408(a) or Section 408(b) of the Internal Revenue Code.

Effective: July 1, 2013.

Carbaugh, Ober

January 22, 2013, read first time and referred to Committee on Employment, Labor and Pensions.
January 29, 2013, reported — Do Pass.

C
O
P
Y

HB 1560—LS 6846/DI 102+



January 29, 2013

First Regular Session 118th General Assembly (2013)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2012 Regular Session of the General Assembly.

C
O
P
Y

HOUSE BILL No. 1560

A BILL FOR AN ACT to amend the Indiana Code concerning pensions.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 20-26-5-34 IS ADDED TO THE INDIANA CODE
2 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3 1, 2013]: **Sec. 34. (a) This section applies to a school corporation
4 that, after June 30, 2013, establishes, amends, renews, or modifies
5 a retirement, savings, or severance plan described under Section
6 401(a), Section 403(b), or another applicable section of the Internal
7 Revenue Code that requires or permits an individual employed by
8 the school corporation to:**
9 (1) contribute amounts; or
10 (2) have amounts contributed by the school corporation on the
11 employee's behalf;
12 **that are credited and allocated to an account for each employee.**
13 (b) As used in this section, "Internal Revenue Code" has the
14 meaning set forth in IC 6-3-1-11.
15 (c) To the extent permitted by federal law, whenever a school
16 corporation closes a retirement, savings, or investment plan to
17 future contributions, a participant in the plan, without regard to

HB 1560—LS 6846/DI 102+



1 the participant's age or employment status, may elect to rollover
2 the balance invested in the closed plan to:
3 (1) another eligible retirement, savings, or investment plan
4 offered by the school corporation; or
5 (2) an individual retirement account or annuity described
6 under Section 408(a) or Section 408(b) of the Internal
7 Revenue Code.
8 (d) This section does not apply to or abrogate a written or oral
9 contract or agreement in effect on July 1, 2013.

C
o
p
y



COMMITTEE REPORT

Mr. Speaker: Your Committee on Employment, Labor and Pensions, to which was referred House Bill 1560, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill do pass.

GUTWEIN, Chair

Committee Vote: yeas 12, nays 0.

C
o
p
y

