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By: **Delegates Doory, Montague, and Dobson**  
Introduced and read first time: February 2, 2000  
Assigned to: Appropriations

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A BILL ENTITLED

1 AN ACT concerning

2                                   **Employees' Pension System - Retired Employees of University of Maryland**  
3                                   **Medical System Corporation - Cost-of-Living Adjustment**

4 FOR the purpose of providing a certain compound cost-of-living adjustment for  
5 certain participants of the Employees' Pension System who were employees or  
6 the surviving beneficiary of an employee of the University of Maryland Medical  
7 System Corporation; requiring that certain additional liabilities resulting from  
8 this Act be paid by the University of Maryland Medical System Corporation;  
9 providing for the application of this Act; and generally relating to the  
10 cost-of-living adjustment for certain participants of the Employees' Pension  
11 System who were employees or the surviving beneficiary of an employee of the  
12 University of Maryland Medical System Corporation.

13 BY repealing and reenacting, with amendments,  
14 Article - State Personnel and Pensions  
15 Section 29-404 and 29-425  
16 Annotated Code of Maryland  
17 (1997 Replacement Volume and 1999 Supplement)

18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
19 MARYLAND, That the Laws of Maryland read as follows:

20                                   **Article - State Personnel and Pensions**

21 29-404.

22 (a) Except as provided in subsection (b) of this section, this Part II of this  
23 subtitle applies only to an allowance received by a former member, retiree, or  
24 surviving beneficiary of a deceased member, former member, or retiree of:

25 (1) the Employees' Pension System if the deceased member, former  
26 member, or retiree was an employee of a participating governmental unit or a former  
27 participating governmental unit that has withdrawn, OTHER THAN THE UNIVERSITY  
28 OF MARYLAND MEDICAL SYSTEM CORPORATION, while a member;

1 (2) the Local Fire and Police System; or

2 (3) the Law Enforcement Officers' Pension System.

3 (b) This Part II of this subtitle does not apply to an allowance that is subject to  
4 adjustment under Part III, Part IV, Part V, or Part VI of this subtitle.

5 29-425.

6 (a) This Part VI of this subtitle applies on or after July 1, 1998 only to an  
7 allowance received by a former member, retiree, or surviving beneficiary of a deceased  
8 member, former member, or retiree of the Employees' Pension System or the Teachers'  
9 Pension System who:

10 (1) is subject to the contributory pension benefit under Title 23, Subtitle  
11 2, Part II of this article; [or]

12 (2) transferred from the Employees' Retirement System or the Teachers'  
13 Retirement System to the Employees' Pension System or the Teachers' Pension  
14 System after April 1, 1998; OR

15 (3) WAS AN EMPLOYEE OF THE UNIVERSITY OF MARYLAND MEDICAL  
16 SYSTEM CORPORATION.

17 (b) This Part VI of this subtitle does not apply if the member, former member,  
18 or retiree was an employee of:

19 (1) a participating governmental unit that has not elected the  
20 contributory pension benefit of its employees under § 31-116 of this article; or

21 (2) a former participating governmental unit that has withdrawn,  
22 OTHER THAN THE UNIVERSITY OF MARYLAND MEDICAL SYSTEM CORPORATION,  
23 while a member.

24 SECTION 2. AND BE IT FURTHER ENACTED, That the additional liabilities  
25 resulting from this Act as determined by the State actuary shall be amortized over 20  
26 years and paid by the University of Maryland Medical System Corporation.

27 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect  
28 July 1, 2000. It shall be construed retroactively and shall be applied to and  
29 interpreted to affect the cost-of-living adjustments of participants of the Employees'  
30 Pension System as provided under this Act beginning July 1, 1998.