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4lr1247 CF HB 708

By: **Senators Edwards, Shank, and Madaleno** Introduced and read first time: January 31, 2014 Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

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Correctional Officers' Retirement System – Membership

3 FOR the purpose of altering the positions eligible for membership in the Correctional 4 Officers' Retirement System; clarifying that certain individuals who do not elect $\mathbf{5}$ to transfer are not members of the Correctional Officers' Retirement System; 6 authorizing certain individuals to cease membership in the Employees' Pension 7 System and enroll in the Correctional Officers' Retirement System; authorizing 8 certain individuals to transfer service credit from the Employees' Pension 9 System to the Correctional Officers' Retirement System; requiring an individual who elects to transfer membership and service credit to the Correctional 10 Officers' Retirement System to make that election on a form provided by the 11 12Board of Trustees for the State Retirement and Pension System; requiring 13 service credit transferred to the Correctional Officers' Retirement System under 14this Act to be transferred in accordance with certain provisions of law; requiring 15the Executive Director of the State Retirement Agency to grant a certain waiver 16 if it is necessary to implement a certain transfer of service credit; providing for 17the termination of certain provisions of this Act; and generally relating to 18 membership in the Correctional Officers' Retirement System.

- 19 BY repealing and reenacting, with amendments,
- 20 Article State Personnel and Pensions
- 21 Section 25–201 and 25–401
- 22 Annotated Code of Maryland
- 23 (2009 Replacement Volume and 2013 Supplement)
- 24 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 25 MARYLAND, That the Laws of Maryland read as follows:
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Article – State Personnel and Pensions

 $27 \quad 25-201.$

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



Except as provided in subsection (b) of this section, this subtitle applies 1 (a) $\mathbf{2}$ only to: 3 correctional officers serving in any of the first six job (1)classifications; 4 security attendants at Clifton T. Perkins Hospital Center; $\mathbf{5}$ (2)6 officer employed (3)detention center by a participating а 7governmental unit that on or after July 1, 2006, has elected to participate in the 8 Correctional Officers' Retirement System; 9 an individual serving as a correctional dietary, maintenance, (4) 10 laundry, or supply officer; [and] 11 an individual serving as a Maryland Correctional Enterprises (5)12officer, officer trainee, plant supervisor, plant manager, or regional manager; AND 13(6) A CORRECTIONAL OFFICER SERVING AS A SECURITY CHIEF, A 14FACILITY ADMINISTRATOR, AN ASSISTANT WARDEN, OR A WARDEN WHO: **(I)** BEGINS EMPLOYMENT IN THAT POSITION ON OR AFTER 15JULY 1, 2014; OR 16 IS SERVING IN THAT POSITION ON JUNE 30, 2014, AND 17**(II)** ELECTS TO TRANSFER TO THE CORRECTIONAL OFFICERS' RETIREMENT 1819SYSTEM ON OR BEFORE DECEMBER 31, 2014. 20(b) This subtitle does not apply to: 21an employee of the Baltimore City Jail as of June 30, 1991, who: (1)22became an employee of the Baltimore City Detention Center (i) 23on July 1, 1991; and 24did not elect to become a member of the Correctional (ii) 25Officers' Retirement System on that date; [or] 26(2)detention center officer employed by a participating a 27governmental unit as a local detention center officer on the effective date of 28participation on or after July 1, 2006, who did not elect to become a member of the 29Correctional Officers' Retirement System within 6 months of the effective date of 30 participation; OR

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$ \begin{array}{c} 1 \\ 2 \\ 3 \\ 4 \\ 5 \end{array} $	(3) A CORRECTIONAL OFFICER SERVING AS A SECURITY CHIEF, A FACILITY ADMINISTRATOR, AN ASSISTANT WARDEN, OR A WARDEN WHO IS IN THAT POSITION ON JUNE 30, 2014, AND DOES NOT ELECT TO TRANSFER MEMBERSHIP TO THE CORRECTIONAL OFFICERS' RETIREMENT SYSTEM ON OR BEFORE DECEMBER 31, 2014.	
6	25-401.	
7	(a)	A member may retire with a normal service retirement allowance if:
$\frac{8}{9}$	(1) on or before the date of retirement, the member has at least 20 years of eligibility service;	
$\begin{array}{c} 10\\11 \end{array}$	was:	(2) for at least 5 years immediately before retirement, the member
12		(i) a security attendant at Clifton T. Perkins Hospital Center;
13		(ii) a correctional officer in any of the first six job classifications;
$\begin{array}{c} 14\\ 15\\ 16\end{array}$	(iii) a detention center officer employed by a participating governmental unit that has elected to participate in the Correctional Officers' Retirement System;	
$\begin{array}{c} 17\\18\end{array}$	(iv) an individual serving as a correctional dietary, maintenance, laundry, or supply officer;	
19 20 21	(v) an individual serving as a Maryland Correctional Enterprises officer, officer trainee, plant supervisor, plant manager, or regional manager; [or]	
22 23	(VI) A CORRECTIONAL OFFICER SERVING AS A SECURITY CHIEF, A FACILITY ADMINISTRATOR, AN ASSISTANT WARDEN, OR A WARDEN; OR	
24		[(vi)] (VII) in a combination of these positions; and
$\frac{25}{26}$	(3) the member completes and submits a written application to the Board of Trustees stating the date when the member desires to retire.	
$27 \\ 28 \\ 29$	(b) On retirement under this section, a member is entitled to receive a normal service retirement allowance that equals one fifty-fifth of the member's average final compensation multiplied by the number of years of creditable service.	
30	SECTION 2. AND BE IT FURTHER ENACTED, That:	
31	(a)	This section applies to an individual who:

1 (1) is a member of the Employees' Pension System on June 30, 2014, 2 and employed as a correctional officer serving as a security chief, a facility 3 administrator, an assistant warden, or a warden; and

4 (2) on July 1, 2014, continues employment as a correctional officer 5 serving as a security chief, a facility administrator, an assistant warden, or a warden.

6 (b) (1) On or after July 1, 2014, but on or before December 31, 2014, an 7 individual described in subsection (a) of this section may cease membership in the 8 Employees' Pension System and be enrolled as a member of the Correctional Officers' 9 Retirement System.

10 (2) An individual who enrolls as a member of the Correctional Officers' 11 Retirement System under paragraph (1) of this subsection may transfer service credit 12 from the Employees' Pension System to the Correctional Officers' Retirement System.

(3) (i) An individual who chooses to enroll in the Correctional
Officers' Retirement System under paragraph (1) of this subsection shall do so by filing
an application provided by the Board of Trustees for the State Retirement and Pension
System.

(ii) An individual who chooses to transfer service credit to the
Correctional Officers' Retirement System under paragraph (2) of this subsection shall
do so by filing an application provided by the Board of Trustees for the State
Retirement and Pension System.

(4) (i) Service credit transferred under paragraph (2) of this
subsection shall be transferred in the same manner as a transfer of service credit
made in accordance with Title 37 of the State Personnel and Pensions Article.

(ii) The Executive Director of the State Retirement Agency shall
grant a waiver under § 37–203.2 of the State Personnel and Pensions Article if a
waiver is necessary to transfer service credit under paragraph (2) of this subsection.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
July 1, 2014. Section 2 of this Act shall remain effective for a period of 6 months and,
at the end of December 31, 2014, with no further action required by the General
Assembly, Section 2 of this Act shall be abrogated and of no further force and effect.

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