SENATE BILL 691

Unofficial Copy 1996 Regular Session K4 6lr2551

SB 678/95 - B&T

By: Senator McFadden

Introduced and read first time: February 2, 1996

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 Pensions - Baltimore City Deputy Sheriffs

- 3 FOR the purpose of establishing a pension system for Baltimore City Deputy Sheriffs;
- 4 providing for membership in the system; providing for service retirement, disability
- 5 retirement, optional benefits, and death and surviving spouse or children's benefits;
- 6 providing for certain adjustments to benefits on payment of certain workers'
- 7 compensation benefits; allowing the vesting of pension benefits; providing for
- 8 cost-of-living adjustments; providing for member contributions; assigning
- 9 responsibility for the administration of the system; providing for the effective date;
- making technical changes; and generally relating to pensions for Baltimore City
- 11 Deputy Sheriffs.

12 BY renumbering

- 13 Article State Personnel and Pensions
- 14 Section 20-101(h) through (tt), respectively
- 15 to be Section 20-101(i) through (uu), respectively
- 16 Annotated Code of Maryland
- 17 (1994 Volume and 1995 Supplement)

18 BY adding to

- 19 Article State Personnel and Pensions
- 20 Section 20-101(h); 32-101 through 32-403 to be under the new title "Title 32.
- 21 Baltimore City Deputy Sheriffs' System"
- 22 Annotated Code of Maryland
- 23 (1994 Volume and 1995 Supplement)
- 24 BY repealing and reenacting, with amendments,
- 25 Article State Personnel and Pensions
- 26 Section 20-205, 21-102, 21-123(e)(2), 21-401(a), 29-104(c), 29-108, 29-110(c),
- 27 29-117(c), 29-203, 29-303, 29-404(a), 29-410(a), 29-416(a), and 29-503
- 28 Annotated Code of Maryland
- 29 (1994 Volume and 1995 Supplement)

30 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

31 MARYLAND, That Section(s) 20-101(h) through (tt), respectively, of Article - State

2 1 Personnel and Pensions of the Annotated Code of Maryland be renumbered to be 2 Section(s) 20-101(i) through (uu), respectively. 3 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland 4 read as follows: 5 **Article - State Personnel and Pensions** 6 20-101. (H) "BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM" MEANS THE BALTIMORE 7 8 CITY DEPUTY SHERIFFS' PENSION SYSTEM OF THE STATE OF MARYLAND. 9 20-205. 10 (a) This section applies only to: (1) THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM; 11 12 (2) the Employees' Pension System; 13 [(2)] (3) the Local Fire and Police System; 14 [(3)] (4) the Natural Resources Pension System; and 15 [(4)] (5) the Teachers' Pension System. (b) For the purpose of computing benefits under this Division II, the average final 16 17 compensation of a member equals the average annual earnable compensation of the 18 member, adjusted as provided in this section, during the 3 consecutive years that provide 19 the highest average earnable compensation. (c) (1) This subsection applies to a member who was on authorized leave of 20 21 absence at partial pay or without pay during the last 3 years of employment as a member. 22 (2) If the period used to determine average final compensation is the period 23 that immediately precedes the date of retirement or other separation from employment, 24 the Board of Trustees: 25 (i) may not include in the computation of average final compensation 26 the period of months of the leave of absence, not exceeding 12, that otherwise would be 27 included in the computation; and 28 (ii) shall substitute an equal number of months immediately preceding 29 that period. 30 (d) (1) This subsection applies to a member whose eligibility service has been 31 adjusted under this Division II to compute creditable service, on the basis of the member 32 having completed less than the normal hours of service for the member'sposition. 33 (2) A member's earnable compensation shall be adjusted to a full-time basis 34 for any period included in the computation of average final compensation. 35 (e) Except for a salary increase because of a member's promotion, the member's

36 average final compensation does not include a salary increase in the last 3 years of

```
3
  1 employment if it is an extraordinary salary increase according to regulations that the
  2 Board of Trustees adopts.
  3 21-102.
  4
             The State Retirement and Pension System consists of:
  5
                    (1) THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM, ESTABLISHED ON
  6 JULY 1, 1996;
  7
                    (2) the Correctional Officers' Retirement System, established on July 1,
  8 1974;
  9
                    [(2)] (3) the Employees' Pension System, established on January 1, 1980;
 10
                    [(3)] (4) the Employees' Retirement System, established on October 1,
 11 1941;
 12
                    [(4)] (5) the Judges' Retirement System, which consists of:
 13
                            (i) the contributory plan, established on July 1, 1969; and
 14
                            (ii) the noncontributory plan, established on April 7, 1904;
                    [(5)] (6) the Legislative Pension Plan;
 15
 16
                    [(6)] (7) the Local Fire and Police System, established on July 1, 1989;
                    [(7)] (8) the Natural Resources Pension System, established on July 2, 1990;
 17
 18
                    [(8)] (9) the State Police Retirement System, established on July 1, 1949;
                    [(9)] (10) the Teachers' Pension System, established on January 1, 1980;
 19
                    [(10)] (11) the Teachers' Retirement System, established on August 1, 1927;
 20
 21 and
 22.
                    [(11)] (12) any other system or subsystem that the Board of Trustees
 23 administers.
 24 21-123.
             (e) (2) The Board of Trustees shall keep records required by paragraph (1) of
 25
 26 this subsection for each of the following:
 27
                            (i) THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM;
 28
                            (II) the group that consists of the Correctional Officers'Retirement
 29 System, the Employees' Pension System, the Employees' Retirement System, and the
 30 Legislative Pension Plan;
 31
                            [(ii)] (III) the Judges' Retirement System;
                           [(iii)] (IV) the Local Fire and Police System;
 32
 33
                           [(iv)] (V) the Natural Resources Pension System;
```

4	
1	[(v)] (VI) the State Police Retirement System; and
2	[(vi)] (VII) the group that consists of the Teachers' Pension System and the Teachers' Retirement System.
4	21-401.
	(a) (1) Subject to paragraph (2) of this subsection, instead of the basic allowance provided under the State system of a member, the member may elect a reduced allowance to be paid as one of the options under §21-403 of this subtitle.
8	(2) Paragraph (1) of this subsection applies to a member of:
	(i) THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM, the Natural Resources Pension System, or State Police Retirement System only if, atretirement, the member does not have a spouse; and
12 13	(ii) the Judges' Retirement System only if, at retirement, the member 8 does not have a spouse or child under the age of 18 years.
14	4 29-104.
15 16	(c) (1) This subsection applies only to an application for disability retirement from a former member of:
17	(i) THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM;
18	(II) the Correctional Officers' Retirement System;
19	[(ii)] (III) the Employees' Pension System;
20	[(iii)] (IV) the Employees' Retirement System;
21	[(iv)] (V) the Local Fire and Police System;
22	[(v)] (VI) the Natural Resources Pension System; and
23	[(vi)] (VII) the Teachers' Pension System.
26 27	(2) The Board of Trustees may accept an application for ordinary or accidental disability retirement from a former member within 36 months after the month membership ended if the former member proves to the satisfaction of themedical board that failure to submit an application while a member was attributable solely to physical or mental incapacity during the filing period.
31	(3) If the Board of Trustees accepts a disability retirement application under this subsection and grants a disability retirement allowance, theretirement allowance begins as of the first day of the month after the Board of Trustees receives the application.
33	3 29-108.
34	(a) This section applies only to members of:
35	(1) THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM;

	522 5122 651
5	
1	(2) the Employees' Pension System;
2	[(2)] (3) the Local Fire and Police System;
3	[(3)] (4) the Natural Resources Pension System; and
4	[(4)] (5) the Teachers' Pension System.
5 6	(b) Except as provided in subsections (c) and (d) of this section, an ordinary disability retirement allowance equals:
7 8	(1) if the member is at least normal retirement age, a normal service retirement allowance; or
9 10	(2) if the member is under normal retirement age, a normal service retirement allowance that is computed by using:
11 12	(i) the number of years of creditable service the member would have received if the member continued employment until normal retirement age; and
13 14	(ii) an average final compensation the member would have received if the member continued employment without a change in earnable compensation.
17 18	(c) A member of the Employees' Pension System or the Teachers' Pension System who has transferred from the Employees' Retirement System or the Teachers' Retirement System shall receive the benefits provided under the State system from which the member transferred, offset by any refunded contributions including any interest received in connection with the transfer, if:
20 21	(1) the member applies for the retirement allowance within 2 years after the transfer; and
22 23	(2) the Board of Trustees grants a disability retirement allowance to the member.
24	(d) (1) This subsection applies only to:
25 26	(i) a member of the Local Fire and Police Pension System who has transferred from the Employees' Retirement System; [or]
29 30	(ii) a member of the Natural Resources Pension System who has a transferred from the Employees' Retirement System after electing to receive benefits in accordance with Selection A (Additional member contributions) as defined in § 22-101(b) of this article or Selection B (Limited cost-of-living adjustment) as defined in § 22-101(c) of this article; OR
32	(III) A MEMBER OF THE BALTIMORE CITY DEPLITY SHERIFES'

- 33 SYSTEM WHO HAS TRANSFERRED FROM THE EMPLOYEES' RETIREMENT SYSTEM
 34 AFTER ELECTING TO RECEIVE BENEFITS IN ACCORDANCE WITH SELECTION A
 35 (ADDITIONAL MEMBER CONTRIBUTIONS) AS DEFINED IN § 22-101(B) OF THIS
 36 ARTICLE OR SELECTION B (LIMITED COST-OF-LIVING ADJUSTMENT) AS DEFINED IN
- 37 § 22-101(C) OF THIS ARTICLE.

6	
1	(i) a normal service retirement allowance; or
2	(ii) 25% of the member's average final compensation.
3	29-110.
	(c) (1) This subsection applies to a member of a State system other than THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM OR the Natural Resources Pension System who is at least normal retirement age.
7	(2) An accidental disability retirement allowance equals the greater of:
8	(i) a normal service retirement allowance; or
9 10	(ii) an accidental disability retirement allowance computed in accordance with subsection (b) of this section.
11	29-117.
12	(c) (1) This subsection applies only to a retiree of:
13	(i) THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM;
14	(II) the Correctional Officers' Retirement System;
15	[(ii)] (III) the Employees' Pension System;
16	[(iii)] (IV) the Employees' Retirement System;
17	[(iv)] (V) the Local Fire and Police System;
18	[(v)] (VI) the Natural Resources Pension System; and
19	[(vi)] (VII) the Teachers' Pension System.
20 21	(2) The pension of a retiree who is restored to membership after age 50 may not exceed the sum of:
22 23	(i) the pension received immediately before the retiree's last restoration to membership; and
24 25	(ii) the pension that accrued after the retiree's last restoration to membership.
26	29-203.
	(a) This section applies only to an individual who dies while employed as a member of THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM OR the Natural Resources Pension System:
30	(1) without willful negligence by the member; and
31	(2) (i) with more than 2 years of eligibility service; or
32 33	(ii) with death arising out of or in the course of the actual performance of duty.

	(b) When the Board of Trustees receives proof of death of a member and finds that the death has occurred in the manner described in subsection (a) of this section, the Board of Trustees shall pay:
	(1) if the member is survived by a spouse or child under the age of 18 years, an allowance of 50% of the ordinary disability retirement allowance provided for in § 29-108 of this subtitle:
7	(i) to the surviving spouse; or
	(ii) if there is no surviving spouse or if the surviving spouse dies before the youngest child of the member is 18 years old, to any children of the deceased member who are under the age of 18 years; or
11 12	(2) if the member is not survived by a spouse or child under the age of 18 years, the death benefit under § 29-202 of this subtitle.
15	(c) If the Board of Trustees pays an allowance under this section tomore than one child, the Board of Trustees shall divide the allowance among the children under the age of 18 years in a manner that provides for payments to continue until each child dies or becomes 18 years old.
17	29-303.
18	(a) This section applies only to members of:
19	(1) THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM;
20	(2) the Employees' Pension System;
21	[(2)] (3) the Local Fire and Police System;
22	[(3)] (4) the Natural Resources Pension System; or
23	[(4)] (5) the Teachers' Pension System.
24	(b) A member is eligible to receive a vested allowance if:
25 26	(1) the member separated from employment other than by death or retirement; and
27	(2) the member has at least 5 years of eligibility service.
28	(c) Except as provided in subsection (e) of this section, a vested allowance:
29	(1) is a deferred allowance that begins at normal retirement age;
	(2) is computed as a normal service retirement allowance on thebasis of the member's average final compensation and eligibility service at separation from employment; and
33 34	(3) may be paid in one of the optional forms of allowances under $\S 21$ -403 of this article.
35	(d) If a member of the Employees' Pension System or the Teachers' Pension

36 System separated from employment on or before June 30, 1990, unused sick leave

8	
1	reported by the member's employer at the time of separation from employment is creditable service for computing the vested allowance.
	(e) A former member of the Employees' Pension System or the Teachers' Pension System who has separated from employment before the age of 55 with at least 15 years of eligibility service is eligible to receive a vested allowance that:
6 7	(1) begins on the first day of the month following the member's 55th birthday; and
8	(2) equals the reduced allowance computed under § 23-402 of this article.
	(f) (1) If a former member who elected a vested allowance requests the return of accumulated contributions before payment of the vested allowance begins, the Board of Trustees shall return the accumulated contributions to the former member.
12 13	(2) When the former member is eligible to begin receiving a vested allowance, the former member shall receive a pension only.
14	29-404.
	(a) Except as provided in subsection (b) of this section, this Part II of this subtitle applies only to an allowance received by a former member, retiree, or surviving beneficiary of a deceased member, former member, or retiree of:
18	(1) THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM;
19	(2) the Employees' Pension System;
20	[(2)] (3) the Local Fire and Police System;
21	[(3)] (4) the Natural Resources Pension System; or
22	[(4)] (5) the Teachers' Pension System.
23	29-410.
24	(a) This Part III applies only to an allowance received by:
25	(1) a former member, retiree, or surviving spouse of a member:
26	(i) of the Correctional Officers' Retirement System;
27 28	(ii) of the Employees' Retirement System or the Teachers' Retirement System who elected Selection A (Additional member contributions);
29	(iii) of the State Police Retirement System;
30 31	(iv) who transferred to the Local Fire and Police System from the Employees' Retirement System; [or]
32	(v) who transferred to the Natural Resources Pension System from the

33 Employees' Retirement System and had elected Selection A (Additional member

34 contributions); OR

	(VI) WHO TRANSFERRED TO THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM FROM THE EMPLOYEES' RETIREMENT SYSTEM AND HAD ELECTED SELECTION A (ADDITIONAL MEMBER CONTRIBUTIONS); or		
4 5	(2) a surviving beneficiary of a deceased former member or retiree described in item (1) of this subsection.		
6	29-416.		
7	(a) This Part IV applies only to an allowance received by:		
8	(1) a former member, retiree, or surviving spouse of a member:		
9 10	(i) of the Employees' Retirement System or the Teachers' Retirement System who elected Selection B (Limited cost-of-living adjustment); [or]		
	(ii) a former member or retiree who transferred to the Natural Resources Pension System from the Employees' Retirement System after having elected Selection B (Limited cost-of-living adjustment); or		
16	(III) A FORMER MEMBER OR RETIREE WHO TRANSFERRED TO THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM FROM THE EMPLOYEES' RETIREMENT SYSTEM AFTER HAVING ELECTED SELECTION B (LIMITED COST-OF-LIVING ADJUSTMENT); OR		
18	(2) a surviving beneficiary of a deceased former member or retiree		
19	described in item (1) of this subsection.		
20	29-503.		
23	1 (a) Subject to subsection (c) of this section and to the approval of the Board of 2 Trustees, a member may deposit additional contributions in the annuity savings fund of 3 the appropriate State system by making a single payment or by making a contribution at 4 a rate higher than required under this Division II.		
27	(b) (1) Additional contributions made under this section may not exceed an amount that would allow the member to purchase an additional annuity that, when added to the member's prospective basic allowance, will provide for the member a total allowance in excess of the amounts provided in this subsection.		
29	(2) (i) This paragraph applies only to members of:		
30 31	1. THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM, WHO TRANSFERRED FROM THE EMPLOYEES' RETIREMENT SYSTEM;		
32	2. the Correctional Officers' Retirement System;		
33	[2.] 3. the Employees' Retirement System;		
34 35	[3.] 4. the Local Fire and Police System, who transferred from the Employees' Retirement System;		
36 37	[4.] 5. the Natural Resources Pension System, who transferred from the Employees' Retirement System; and		

1	[5.] 6. the Teachers' Retirement System.		
	(ii) The total allowance described in paragraph (1) of this subsection may not exceed two-thirds of the member's estimated average final compensation at the earlier of:		
5	1. the age of 60 years; or		
6	2. 30 years of creditable service.		
7	(3) (i) This paragraph applies only to members of:		
8 9	1. THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM, WHO HAVE NOT TRANSFERRED FROM THE EMPLOYEES' RETIREMENT SYSTEM;		
10	2. the Employees' Pension System;		
11 12	[2.] 3. the Local Fire and Police System, who have not transferred from the Employees' Retirement System;		
13 14	[3.] 4. the Natural Resources Pension System, who have not transferred from the Employees' Retirement System; and		
15	[4.] 5. the Teachers' Pension System.		
	(ii) The total allowance described in paragraph (1) of this subsection may not exceed two-thirds of the member's estimated average final compensation at the age of 62 years.		
19 20	(4) (i) This paragraph applies only to members of the State Police Retirement System.		
	(ii) The total allowance described in paragraph (1) of this subsection may not exceed one-half of the member's estimated average final compensation at the age of 50 years.		
24 25	(c) The additional contributions made under this section shall become a part of the member's accumulated contributions until the member's retirement.		
26	(d) A member may:		
27 28	(1) at retirement or after other separation from employment, withdraw in cash the member's additional contributions plus regular interest; or		
29 30	(2) at retirement, receive an additional annuity that is the actuarial equivalent of the member's additional contributions plus regular interest.		
31 32	TITLE 32. BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM. SUBTITLE 1. GENERAL PROVISIONS.		
33	32-101.		
34	THIS TITLE APPLIES TO THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM.		

1	22	1 .	\sim	
1	32-	ш	112.	

- 2 EXCEPT AS OTHERWISE PROVIDED IN THIS TITLE, THE OPERATION OF THE
- 3 BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM SHALL BE THE SAME AS THE
- 4 OPERATION OF THE EMPLOYEES' PENSION SYSTEM.
- 5 SUBTITLE 2. MEMBERSHIP.
- 6 32-201.
- 7 THIS SUBTITLE APPLIES ONLY TO DEPUTY SHERIFFS WHO ARE EMPLOYEES OF
- 8 THE BALTIMORE CITY SHERIFF'S DEPARTMENT.
- 9 32-202.
- 10 (A) EXCEPT AS PROVIDED IN SUBSECTION (B) OF THIS SECTION, AN
- 11 INDIVIDUAL DESCRIBED IN § 32-201 OF THIS SUBTITLE IS A MEMBER OF THE
- 12 BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM AS A CONDITION OF EMPLOYMENT.
- 13 (B) MEMBERSHIP IN THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM IS
- 14 OPTIONAL FOR AN INDIVIDUAL DESCRIBED IN § 32-201 OF THIS SUBTITLE WHO IS
- 15 EMPLOYED BY THE BALTIMORE CITY SHERIFF'S DEPARTMENT ON JULY 1, 1997.
- 16 32-203.
- 17 MEMBERSHIP CONTINUES FOR A MEMBER WHO IS:
- 18 (1) ON LEAVE OF ABSENCE APPROVED BY THE BOARD OF TRUSTEES;
- 19 OR
- 20 (2) IN MILITARY SERVICE WITHIN THE PERIODS SPECIFIED IN TITLE 38
- 21 OF THIS ARTICLE.
- 22 32-204.
- 23 (A) EXCEPT AS PROVIDED IN SUBSECTION (B) OF THIS SECTION, A MEMBER'S
- 24 CONTRIBUTION RATE IS 5% OF THE PART OF THE MEMBER'S EARNABLE
- 25 COMPENSATION THAT EXCEEDS THE TAXABLE WAGE BASE FOR EACH YEAR.
- 26 (B) THE CONTRIBUTION RATE FOR A MEMBER WHO HAS TRANSFERRED
- 27 FROM THE EMPLOYEES' RETIREMENT SYSTEM IS THE RATE SET UNDER:
- 28 (1) § 22-214(A) OF THIS ARTICLE, FOR A MEMBER WHO HAD ELECTED
- 29 SELECTION A (ADDITIONAL MEMBER CONTRIBUTIONS) UNDER § 22-219 OF THIS
- 30 ARTICLE; OR
- 31 (2) § 22-214(B) OF THIS ARTICLE, FOR A MEMBER WHO HAD ELECTED
- 32 SELECTION B (LIMITED COST-OF-LIVING ADJUSTMENT) UNDER § 22-220 OF THIS
- 33 ARTICLE.
- 34 32-205.
- 35 REGULAR INTEREST IS PAYABLE ON MEMBER CONTRIBUTIONS UNTIL
- 36 RETIREMENT OR WITHDRAWAL OF ACCUMULATED CONTRIBUTIONS AT THE RATE
- 37 OF:

1 2	(1) 4% A YEAR, COMPOUNDED ANNUALLY, FOR A MEMBER WHO HAS TRANSFERRED FROM THE EMPLOYEES' RETIREMENT SYSTEM; OR
3	(2) 5% A YEAR, COMPOUNDED ANNUALLY, FOR EACH OTHER MEMBER
4	32-206.
5	MEMBERSHIP ENDS ON SEPARATION FROM EMPLOYMENT.
6	SUBTITLE 3. SERVICE CREDIT.
7	32-301.
8	A MEMBER IS ENTITLED TO:
9 10	(1) ELIGIBILITY SERVICE AS PROVIDED IN §§ 32-302 THROUGH 32-3070F THIS SUBTITLE; AND
11	(2) CREDITABLE SERVICE AS PROVIDED IN § 32-308 OF THIS SUBTITLE.
12	32-302.
	(A) SUBJECT TO SUBSECTION (B) OF THIS SECTION, A MEMBER IS ENTITLED TO ELIGIBILITY SERVICE FOR PERIODS OF EMPLOYMENT WHILE A MEMBER OF THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM.
	(B) (1) IF A MEMBER COMPLETES AT LEAST 700 HOURS OF EMPLOYMENT WHILE A MEMBER IN ANY FISCAL YEAR, THE MEMBER IS ENTITLED TO 1 YEAR OF ELIGIBILITY SERVICE.
	(2) EXCEPT IN THE FIRST AND LAST FISCAL YEARS, A MEMBER MAY NOT RECEIVE ANY ELIGIBILITY SERVICE FOR A FISCAL YEAR IN WHICH THE MEMBER COMPLETES LESS THAN 700 HOURS OF EMPLOYMENT WHILE A MEMBER.
24	(3) IN THE FIRST AND LAST FISCAL YEARS, IF A MEMBER COMPLETES LESS THAN 700 HOURS OF EMPLOYMENT WHILE A MEMBER, THE BOARD OF TRUSTEES SHALL PRORATE THE ELIGIBILITY SERVICE BASED ON THE NUMBER OF HOURS WORKED.
26	32-303.
29	(A) IN THIS SECTION, "BREAK IN SERVICE" MEANS A PERIOD OF SEPARATION FROM EMPLOYMENT IN A FISCAL YEAR AFTER THE ONE IN WHICH A MEMBER FIRST BECOMES EMPLOYED, IF DURING THAT FISCAL YEAR THE MEMBER DOES NOT COMPLETE MORE THAN 350 HOURS OF EMPLOYMENT WHILE A MEMBER.
	(B) A FORMER MEMBER IS ENTITLED TO THE ELIGIBILITY SERVICE TO WHICH THE FORMER MEMBER WAS ENTITLED BEFORE THE SEPARATION FROM EMPLOYMENT IF:
34	(1) THE FORMER MEMBER HAS NOT INCURRED A BREAK IN SERVICE;
35	(2) THE FORMER MEMBER WAS ENTITLED TO A VESTED ALLOWANCE

36 AT THE TIME OF SEPARATION FROM EMPLOYMENT; OR

1 2	(3) (I) THE FORMER MEMBER HAS COMPLETED 1 YEAR OF ELIGIBILITY SERVICE AFTER A BREAK IN SERVICE; AND
	(II) THE NUMBER OF CONSECUTIVE YEARS IN WHICH THE MEMBER INCURRED A BREAK IN SERVICE IS LESS THAN THE YEARS OF ELIGIBILITY SERVICE AS A MEMBER BEFORE THE BREAK IN SERVICE.
8	(C) TO DETERMINE IF A FORMER MEMBER IS ELIGIBLE FOR PRIOR ELIGIBILITY SERVICE UNDER SUBSECTION (B)(3)(II) OF THIS SECTION, THE BOARD OF TRUSTEES SHALL DETERMINE THE NUMBER OF YEARS OF PRIOR ELIGIBILITY SERVICE:
10 11	(1) AS OF THE DAY THE FORMER MEMBER SEPARATED FROM EMPLOYMENT; BUT
12 13	(2) EXCLUDING ANY ELIGIBILITY SERVICE LOST BECAUSE OF A PRIOR BREAK IN SERVICE.
14	32-304.
15	A MEMBER IS ENTITLED TO ELIGIBILITY SERVICE THAT EQUALS:
16 17	(1) THE MEMBER'S SERVICE CREDIT TRANSFERRED FROM A RETIREMENT OR PENSION SYSTEM UNDER TITLE 37 OF THIS ARTICLE;
20	(2) FOR A MEMBER WHO HAS TRANSFERRED FROM THE EMPLOYEES' RETIREMENT SYSTEM, THE MEMBER'S CREDITABLE SERVICE RECOGNIZED UNDER THE EMPLOYEES' RETIREMENT SYSTEM THROUGH THE DATE BEFORE THE MEMBER BECAME A MEMBER OF THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM; AND
24	(3) FOR A MEMBER WHO HAS TRANSFERRED FROM THE EMPLOYEES' PENSION SYSTEM, THE MEMBER'S ELIGIBILITY SERVICE RECOGNIZED UNDER THE EMPLOYEES' PENSION SYSTEM THROUGH THE DATE BEFORE THE MEMBER BECAME A MEMBER OF THE BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM.
26	32-305.
27 28	A MEMBER IS ENTITLED TO ELIGIBILITY SERVICE EQUAL TO THE MILITARY SERVICE CREDIT GRANTED UNDER TITLE 38 OF THIS ARTICLE.
29	32-306.
30 31	A MEMBER IS ENTITLED TO ELIGIBILITY SERVICE DURING A LEAVE OF ABSENCE IF THE LEAVE OF ABSENCE:
32 33	(1) IS APPROVED BY THE BOARD OF TRUSTEES UNDER REGULATIONS THAT APPLY TO ALL MEMBERS SIMILARLY SITUATED; AND
34 35	(2) IS NOT OTHERWISE RECOGNIZED AS ELIGIBILITY SERVICE UNDER THIS SUBTITLE.

- 2 (A) (1) IN THE YEAR OF RETIREMENT, A MEMBER MAY PURCHASE SERVICE
- 3 CREDIT FOR ELIGIBILITY SERVICE OF UP TO 10 YEARS FOR PERIODS OF
- 4 EMPLOYMENT FOR WHICH THE MEMBER:
- 5 (I) WOULD HAVE BEEN ENTITLED TO PURCHASE THE SERVICE
- 6 CREDIT UNDER THE EMPLOYEES' PENSION SYSTEM; AND
- 7 (II) IS NOT OTHERWISE ENTITLED TO SERVICE CREDIT UNDER THE
- 8 BALTIMORE CITY DEPUTY SHERIFFS' SYSTEM.
- 9 (2) TO PURCHASE SERVICE CREDIT UNDER THIS SECTION, A MEMBER
- 10 MUST:
- 11 (I) COMPLETE A CLAIM FOR THE SERVICE CREDIT AND FILE IT
- 12 WITH THE BOARD OF TRUSTEES ON THE FORM THAT THE BOARD OF TRUSTEES
- 13 PROVIDES; AND
- 14 (II) PAY TO THE BOARD OF TRUSTEES AN AMOUNT EQUAL TO THE
- 15 ANNUITY RESERVE AND PENSION RESERVE REQUIRED TO FUND THE ADDITIONAL
- 16 ALLOWANCE.
- 17 (3) A MEMBER MAY PAY THE AMOUNT REQUIRED BY PARAGRAPH (2)
- 18 OF THIS SUBSECTION ON AN INSTALLMENT BASIS BY CONTRIBUTING AT LEAST 2%
- 19 OF EARNABLE COMPENSATION WITH THE APPROPRIATE FINAL ADJUSTMENTS
- 20 BEING MADE IN THE YEAR THE MEMBER RETIRES.
- 21 (B) (1) A MEMBER MAY PURCHASE CREDIT FOR ELIGIBILITY SERVICE FOR
- 22 PREVIOUS SERVICE IN A POSITION DESCRIBED IN § 23-204(A) OF THIS ARTICLE.
- 23 (2) TO PURCHASE THE SERVICE CREDIT, THE MEMBER MUST PAY, IN A
- 24 SINGLE PAYMENT, THE CONTRIBUTIONS, WITH INTEREST, THAT THE BOARD OF
- 25 TRUSTEES CONSIDERS APPROPRIATE.
- 26 32-308.
- 27 (A) FOR THE PURPOSE OF COMPUTING BENEFITS UNDER THIS TITLE,
- 28 CREDITABLE SERVICE CONSISTS OF:
- 29 (1) ELIGIBILITY SERVICE AS ADJUSTED UNDER SUBSECTION (B) OF THIS
- 30 SECTION; AND
- 31 (2) CREDIT FOR UNUSED SICK LEAVE AS PROVIDED IN § 20-206 OF THIS
- 32 ARTICLE.
- 33 (B) (1) THIS SUBSECTION DOES NOT APPLY TO ELIGIBILITY SERVICE THAT
- 34 CONSISTS OF:
- 35 (I) SERVICE CREDIT TRANSFERRED FROM ANOTHER
- 36 RETIREMENT OR PENSION SYSTEM;
- 37 (II) MILITARY SERVICE CREDIT GRANTED UNDER TITLE 38 OF THIS
- 38 ARTICLE; OR

1	(III) SERVICE CREDIT PURCHASED UNDER THIS SUBTITLE.
2	(2) THE BOARD OF TRUSTEES SHALL ADJUST A MEMBER'S ELIGIBILITY SERVICE AS PROVIDED IN THIS SUBSECTION.
6	(3) (I) THE BOARD OF TRUSTEES SHALL ADOPT REGULATIONS TO DETERMINE FOR ANY FISCAL YEAR THE AMOUNT OF CREDITABLE SERVICE THAT EQUALS THE ELIGIBILITY SERVICE FOR A MEMBER WHO HAS COMPLETED LESS THAN THE NORMAL HOURS OF EMPLOYMENT FOR THE MEMBER'S POSITION.
	(II) THE NORMAL HOURS OF EMPLOYMENT FOR A POSITION EQUALS THE MINIMUM NUMBER OF HOURS TO BE COMPLETED BY A FULL-TIME EMPLOYEE SERVING IN THE MEMBER'S POSITION.
	(III) THE CREDITABLE SERVICE RECOGNIZED FOR A FISCAL YEAR MAY NOT BE LESS THAN THE ELIGIBILITY SERVICE FOR THE MEMBER MULTIPLIED BY A FRACTION, NOT TO EXCEED 1, THAT HAS:
	1. AS ITS NUMERATOR, THE NUMBER OF HOURS OF EMPLOYMENT AS A MEMBER THAT THE MEMBER HAS COMPLETED DURING THAT YEAR; AND
17 18	2. AS ITS DENOMINATOR, THE NORMAL NUMBER OF HOURS FOR THE MEMBER'S POSITION.
19	SUBTITLE 4. SERVICE RETIREMENT BENEFITS.
20	32-401.
21 22	(A) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, A MEMBER MAY RETIRE WITH A NORMAL SERVICE RETIREMENT ALLOWANCE IF:
23	(I) ON OR BEFORE THE DATE OF RETIREMENT, THE MEMBER:
24	1. HAS AT LEAST 25 YEARS OF ELIGIBILITY SERVICE; OR
25	2. IS AT LEAST 50 YEARS OLD; AND
	(II) THE MEMBER COMPLETES AND SUBMITS A WRITTEN APPLICATION TO THE BOARD OF TRUSTEES ON THE FORM THAT THE BOARD OF TRUSTEES PROVIDES STATING THE DATE WHEN THE MEMBER DESIRES TO RETIRE.
29 30	(2) A MEMBER MAY NOT RETIRE BEFORE THE FIRST DAY OF THE MONTH AFTER EMPLOYMENT ENDS.
33	(B) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, ON RETIREMENT UNDER THIS SECTION, A MEMBER IS ENTITLED TO RECEIVE A NORMAL SERVICE RETIREMENT ALLOWANCE THAT EQUALS THE NUMBER OF YEARS OF THE MEMBER'S CREDITABLE SERVICE MULTIPLIED BY:
35 36	(I) 1% OF THE MEMBER'S AVERAGE FINAL COMPENSATION THAT IS NOT IN EXCESS OF THE SOCIAL SECURITY INTEGRATION LEVEL: AND

1 2	(II) 1.7% OF THE MEMBER'S AVERAGE FINAL COMPENSATION THAT EXCEEDS THE SOCIAL SECURITY INTEGRATION LEVEL.
5 6	(2) AS TO A MEMBER WHO HAS TRANSFERRED FROM THE EMPLOYEES' RETIREMENT SYSTEM AND WHO HAS ELECTED SELECTION A (ADDITIONAL MEMBER CONTRIBUTIONS) OR SELECTION B (LIMITED COST-OF-LIVING ADJUSTMENT), ON RETIREMENT UNDER THIS SECTION, THE MEMBER IS ENTITLED TO RECEIVE A NORMAL SERVICE RETIREMENT ALLOWANCE THAT EQUALS:
	(I) 2% OF THE MEMBER'S AVERAGE FINAL COMPENSATION MULTIPLIED BY EACH YEAR OF THE MEMBER'S FIRST 30 YEARS OF CREDITABLE SERVICE; AND
11 12	(II) 1% OF THE MEMBER'S AVERAGE FINAL COMPENSATION MULTIPLIED BY EACH YEAR OF CREDITABLE SERVICE IN EXCESS OF 30 YEARS.
13	(C) (1) THIS SUBSECTION APPLIES ONLY TO A MEMBER WHO:
14 15	(I) HAS RETIRED UNDER SUBSECTION (B)(1) OF THIS SECTION; AND
16	(II) IS UNDER THE AGE OF 62 YEARS.
17 18	(2) ON RETIREMENT, A MEMBER SHALL RECEIVE A SUPPLEMENTAL SERVICE RETIREMENT ALLOWANCE THAT EQUALS THE DIFFERENCE BETWEEN:
19 20	(I) THE MEMBER'S NORMAL SERVICE RETIREMENT ALLOWANCE; AND
21 22	(II) 1.7% OF THE MEMBER'S AVERAGE FINAL COMPENSATION FOR EACH YEAR OF CREDITABLE SERVICE.
23	32-402.
	(A) THIS SECTION APPLIES TO THE SURVIVING SPOUSE OR A CHILD OF A RETIREE IN RECEIPT OF A SERVICE RETIREMENT ALLOWANCE OR A DISABILITY RETIREMENT ALLOWANCE.
27 28	(B) ON THE DEATH OF A RETIREE, THE BOARD OF TRUSTEES SHALL PAY 50% OF THE RETIREE'S RETIREMENT ALLOWANCE TO:
29	(1) THE SURVIVING SPOUSE; OR
	(2) IF THERE IS NO SURVIVING SPOUSE OR IF THE SURVIVING SPOUSE DIES BEFORE THE YOUNGEST CHILD OF THE RETIREE IS 18 YEARS OLD, ALL CHILDREN OF THE DECEASED RETIREE WHO ARE UNDER 18 YEARS OLD.
35	(C) IF THE BOARD OF TRUSTEES PAYS AN ALLOWANCE TO MORE THAN ONE CHILD, THE BOARD OF TRUSTEES SHALL DIVIDE THE ALLOWANCE AMONG THE CHILDREN UNDER THE AGE OF 18 YEARS IN A MANNER THAT PROVIDES FOR PAYMENTS TO CONTINUE UNTIL EACH CHILD DIES OR BECOMES 18 YEARS OLD.

- 1 32-403.
- 2 A MEMBER MAY BE ENTITLED TO BENEFITS UNDER TITLE 30 OF THIS ARTICLE
- $\,\,$ 3 OTHER THAN, OR IN ADDITION TO, THE BENEFITS PROVIDED UNDER THIS SUBTITLE.
- 4 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 5 July 1, 1997.