Unofficial Copy L6 2001 Regular Session 1lr1945 CF 1lr0558

By: Senator Jimeno

Introduced and read first time: February 2, 2001

Assigned to: Budget and Taxation

### A BILL ENTITLED

| 1 | A TAT                   |              | •          |
|---|-------------------------|--------------|------------|
|   | $\Delta$ $ \mathbf{X} $ | $\Delta U$   | concerning |
| 1 | $\Gamma$                | $\Lambda$ CI | Concerning |
|   |                         |              |            |

| 2 | Anne Arundel County Circuit Court Domestic Relations Division |
|---|---|
| 3 | <b>Employees - Pension and Retirement Health Benefits</b>     |

- 4 FOR the purpose of allowing an individual, who is an employee of the Domestic
- 5 Relations Division of the Anne Arundel County Circuit Court on or before a
- 6 certain date and subsequently is transferred into the State Personnel
- 7 Management System, to remain in the Anne Arundel County Retirement and
- 8 Pension System or transfer into the Employees' Pension System of the State of
- 9 Maryland; requiring that the State make a certain annual grant to the County
- 10 to ensure that pension benefits are paid at the level required; providing for the
- calculation, certification, and payment of that annual grant; providing for the
- payment of retirement health benefits; conditioning the payment of retirement
- health benefits on the payment by the State of a certain contribution; creating
- an exemption to a certain provision of the State pension law relating to the
- reemployment of retirees; providing for the application of this Act; and generally
- relating to the pension and retirement benefits paid to employees of the
- 17 Domestic Relations Division of the Anne Arundel County Circuit Court who
- transfer into the State Personnel Management System.

### 19 BY adding to

- 20 Article Courts and Judicial Proceedings
- 21 Section 2-510
- 22 Annotated Code of Maryland
- 23 (1998 Replacement Volume and 2000 Supplement)
- 24 BY repealing and reenacting, with amendments,
- 25 Article Family Law
- 26 Section 10-117(c)
- 27 Annotated Code of Maryland
- 28 (1999 Replacement Volume and 2000 Supplement)
- 29 BY repealing and reenacting, with amendments,
- 30 Article State Personnel and Pensions
- 31 Section 22-406(b) and 23-201

- 1 Annotated Code of Maryland
- 2 (1997 Replacement Volume and 2000 Supplement)
- 3 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 4 MARYLAND, That the Laws of Maryland read as follows:
- 5 Article Courts and Judicial Proceedings
- 6 2-510.
- 7 (A) THIS SECTION APPLIES ONLY TO EMPLOYEES OF THE DOMESTIC
- 8 RELATIONS DIVISION OF THE ANNE ARUNDEL COUNTY CIRCUIT COURT WHO, ON OR
- 9 BEFORE JUNE 30, 2002 WERE PARTICIPANTS IN THE ANNE ARUNDEL COUNTY
- 10 RETIREMENT AND PENSION SYSTEM.
- 11 (B) AN EMPLOYEE OF THE DOMESTIC RELATIONS DIVISION OF THE ANNE
- 12 ARUNDEL COUNTY CIRCUIT COURT WHO IS TRANSFERRED ON OR BEFORE JULY 1,
- 13 2002 INTO THE STATE PERSONNEL MANAGEMENT SYSTEM AS AN EMPLOYEE OF THE
- 14 CHILD SUPPORT ENFORCEMENT ADMINISTRATION OF THE MARYLAND DEPARTMENT
- 15 OF HUMAN RESOURCES OR AS THE SPECIAL ASSISTANT ATTORNEY GENERAL
- 16 ASSIGNED TO THE CHILD SUPPORT ENFORCEMENT ADMINISTRATION MAY ELECT TO:
- 17 (1) REMAIN AS A PARTICIPANT IN THE ANNE ARUNDEL COUNTY
- 18 RETIREMENT AND PENSION SYSTEM; OR
- 19 (2) BECOME AN ENROLLEE IN THE EMPLOYEES' PENSION SYSTEM OF 20 THE STATE OF MARYLAND.
- 21 (C) (1) IF AN EMPLOYEE ELECTS TO REMAIN AS A PARTICIPANT IN THE
- 22 ANNE ARUNDEL COUNTY RETIREMENT AND PENSION SYSTEM, THE ELECTION
- 23 REMAINS IN EFFECT ONLY AS LONG AS THE EMPLOYEE REMAINS EMPLOYED BY THE
- 24 CHILD SUPPORT ENFORCEMENT ADMINISTRATION OF THE DEPARTMENT OF HUMAN
- 25 RESOURCES.
- 26 (2) IF THE EMPLOYEE TRANSFERS TO ANOTHER POSITION IN STATE
- 27 SERVICE, THE EMPLOYEE SHALL BECOME AN ENROLLEE OF THE EMPLOYEES'
- 28 PENSION SYSTEM OF MARYLAND.
- 29 (D) (1) UNTIL THE DATE THAT THE LAST EMPLOYEE TRANSFERRED TO THE
- 30 STATE PERSONNEL MANAGEMENT SYSTEM LEAVES SERVICE IN THE CHILD SUPPORT
- 31 ENFORCEMENT ADMINISTRATION OF THE DEPARTMENT OF HUMAN RESOURCES,
- 32 THE COMPTROLLER OF THE TREASURY SHALL PROVIDE TO THE ANNE ARUNDEL
- 33 COUNTY GOVERNMENT EACH AUGUST 1, FOR THE PAYMENT OF PENSION BENEFITS,
- 34 A GRANT EQUAL TO THE AMOUNT OF THE CONTRIBUTION RATES CERTIFIED UNDER
- 35 PARAGRAPH (2) OF THIS SUBSECTION TIMES THE EMPLOYEE'S SALARY DURING THE
- 36 PREVIOUS FISCAL YEAR.
- 37 (2) ON OR BEFORE MAY 15 OF EACH YEAR, THE BOARD OF TRUSTEES OF
- 38 THE ANNE ARUNDEL COUNTY RETIREMENT AND PENSION SYSTEM SHALL CERTIFY
- 39 TO THE COMPTROLLER OF THE TREASURY THE EMPLOYER AND EMPLOYEE

- 1 CONTRIBUTION RATES FOR PENSION BENEFITS DETERMINED FOR THE ANNE
- 2 ARUNDEL COUNTY RETIREMENT AND PENSION SYSTEM FOR THE PREVIOUS FISCAL
- 3 YEAR.
- 4 (3) THE STATE MAY LIMIT THE EMPLOYER CONTRIBUTION RATE PAID
- 5 UNDER PARAGRAPH (2) OF THIS SUBSECTION TO THE EMPLOYER CONTRIBUTION
- 6 RATE PAID BY THE STATE FOR STATE EMPLOYEES UNDER THE STATE PERSONNEL
- 7 MANAGEMENT SYSTEM.
- 8 (4) AN EMPLOYEE TRANSFERRED UNDER THIS SECTION IS NOT
- 9 SUBJECT TO § 22-406(B)2) OF THE STATE PERSONNEL AND PENSIONS ARTICLE.
- 10 (E) A RETIREE COVERED UNDER THIS SECTION WHO ELECTED TO REMAIN IN
- 11 THE ANNE ARUNDEL COUNTY RETIREMENT AND PENSION SYSTEM MAY RECEIVE
- 12 RETIREMENT HEALTH BENEFITS EQUAL TO THOSE RECEIVED BY RETIREES UNDER
- 13 THE ANNE ARUNDEL COUNTY RETIREMENT AND PENSION SYSTEM IF THE STATE
- 14 EACH MONTH REIMBURSES THE COUNTY AN AMOUNT EQUAL TO THE COUNTY'S
- 15 CONTRIBUTION FOR THOSE HEALTH BENEFITS.
- 16 (F) THE COMPTROLLER MAY MAKE THE GRANTS REQUIRED UNDER THIS
- 17 SECTION AS A SETOFF AGAINST ANY MONEYS OTHERWISE DUE FROM ANNE
- 18 ARUNDEL COUNTY UNDER THE STATE BUDGET.

### 19 Article - Family Law

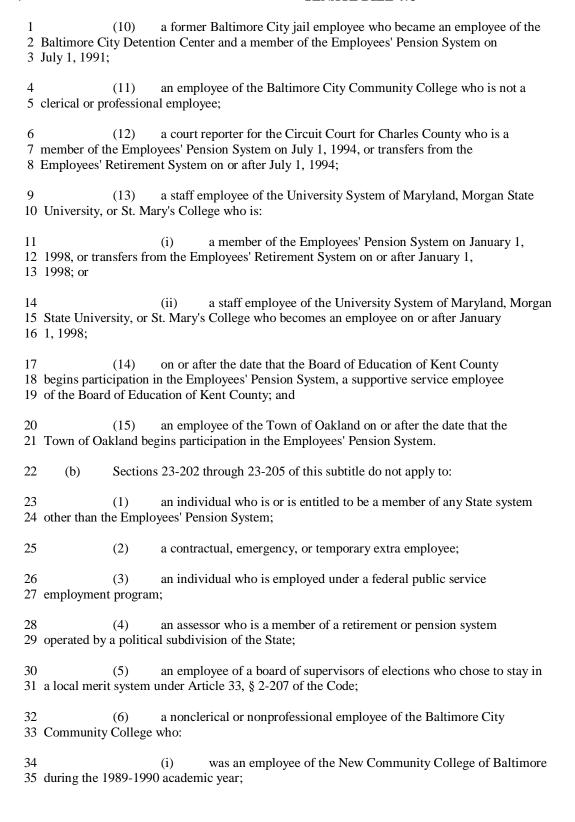
20 10-117.

- 21 (c) Any personnel of the local support enforcement office involved in a transfer
- 22 under this section shall be in the State Personnel Management System and shall be
- 23 placed in the position that is comparable to or most closely compares to their former
- 24 position, without further examination or qualification. These employees shall be
- 25 credited with the years of service with the jurisdiction for purposes of seniority,
- 26 including the determination of leave accumulation and the determination of layoff
- 27 rights under Title 11, Subtitle 2 of the State Personnel and Pensions Article, and,
- 28 EXCEPT AS PROVIDED UNDER § 2-510 OF THE COURTS ARTICLE, shall become
- 29 members of the Employees' Pension System of the State of Maryland. All previous
- 30 pension contributions shall be transferred in accordance with Title 37 of the State
- 31 Personnel and Pensions Article. These employees shall receive no diminution in
- 32 compensation or accumulated leave solely as a result of the transfer. The salary grade
- 33 of these employees shall be determined using a salary based on the same hourly rate
- 34 of salary of the employee at the time of transfer. Annual leave in excess of that which
- 35 may be retained annually in the State Personnel Management System may be
- 36 retained at the time of transfer if that accumulation was permitted by the former
- 37 employer.

| 1        |                                    |            |                  | Article          | - State Personnel and Pensions  |
|----------|------------------------------------|------------|------------------|------------------|---|
| 2        | 22-406.                            |            |                  |                  |   |
| 3        | (b)                                | (1)        | This sub         | section o        | loes not apply to:  |
| 4        |                                    |            | (i)              | an indiv         | idual who has been retired for more than 10 years;  |
| 5<br>6   | \$10,000 and v                     | who is re  | (ii)<br>eemploye |                  | idual whose average final compensation was less than nporary or contractual basis;  |
|          | of a participat<br>a participating |            |                  | l unit or a      | idual who is serving in an elected position as an official as a constitutional officer for a county that is   |
| 10       |                                    |            | (iv)             | a retiree        | of the Teachers' Retirement System:   |
| 11<br>12 | employer oth                       | ier than t | he State         | 1.<br>on or bef  | who retired and was reemployed by a participating ore September 30, 1994; and   |
| 13<br>14 | or in part, fro                    | om State   | funds;           | 2.               | whose employment compensation does not derive, in whole   |
| 15       |                                    |            | (v)              | a retiree        | of the Teachers' Retirement System who:   |
| 16       |                                    |            |                  | 1.               | is or has been certified to teach in the State;   |
| 17<br>18 | the last assig                     | nment pi   | rior to ret      | 2. irement;      | has verification of satisfactory or better performance in   |
| 19<br>20 | appointed in                       | accorda    | nce with         | 3.<br>§ 4-103 c  | based on the retired teacher's qualifications, has been f the Education Article;  |
| 21<br>22 | under § 22-4                       | 01 of thi  | s article;       | 4.<br>or         | A. retired with a normal service retirement allowance   |
| 23<br>24 | 22-402 of thi                      | s article  | and has t        | B.<br>been retir | retired with an early service retirement allowance under § ed for at least 12 months;   |
| 25       |                                    |            |                  | 5.               | subject to item 6 of this item is employed as:  |
| 28       | reconstituted                      | , by the   | State Boa        | rd of Ed         | a substitute classroom teacher or substitute teacher recommended for reconstitution, or has been acation, until the public school meets the the State Board of Education; |
| 32       |                                    | ıcation, ι | until the p      | public scl       | a classroom teacher or teacher mentor in a public school itution, or has been reconstituted, by the State nool meets the standards for school Education;                  |

| 3        |   | until the        | a classroom teacher or teacher mentor in a county or ch the State Board of Education finds that State Board of Education finds the shortage t area on a statewide basis; or       |  |  |
|----------|---|------------------|---|--|--|
| 7<br>8   | Education finds that there is a   | shortage         | a substitute classroom teacher or substitute teacher statewide basis in which the State Board of of teachers, until the State Board of exists in that county or subject area on a |  |  |
| 10<br>11 | 6. receives verification of satisfactory or better performance each year the teacher is employed under item 5 of this item; |                  |   |  |  |
| 12       | (vi)  | a retiree        | of the Teachers' Retirement System who:   |  |  |
| 13       |   | 1.               | was employed as a principal within 5 years of retirement;   |  |  |
| 14<br>15 | the last assignment as a princi   | 2.<br>pal prior  | has verification of better than satisfactory performance in to retirement;  |  |  |
| 16<br>17 | principal;  | 3.               | based on the retiree's qualifications, has been hired as a  |  |  |
| 18<br>19 | under § 22-401 of this subtitle   | 4.<br>e; or      | A. retired with a normal service retirement allowance   |  |  |
| 20<br>21 | 22-402 of this subtitle and has   | B. been reti     | retired with an early service retirement allowance under § ired for at least 12 months;   |  |  |
|          | performance each year the retitem; and  | 5.<br>iree is em | receives verification of better than satisfactory aployed as a principal under item 3 of this   |  |  |
| 25<br>26 | more than 4 years; [or]   | 6.               | is not employed as a principal under item 3 of this item for  |  |  |
| 27       | (vii)   | a retiree        | of the Teachers' Retirement System:   |  |  |
| 28<br>29 | system; and   | 1.               | who retired from a board of education or local school   |  |  |
| 30<br>31 | University System of Marylan  | 2.<br>nd; OR     | who is reemployed in a part-time position with the  |  |  |
|          |   | NTY CIR          | MER EMPLOYEE OF THE DOMESTIC RELATIONS DIVISION<br>CUIT COURT WHO TRANSFERS INTO THE STATE<br>M UNDER § 2-510 OF THE COURTS ARTICLE.  |  |  |
| 35       | (2) The Boa   | ard of Tru       | stees shall reduce an individual's allowance:   |  |  |

|  |                          | by the amount that the sum of the individual's initial annual dual's annual compensation exceeds the average final e the basic allowance; or   |  |  |
|--|--------------------------|--|--|--|
| <ul><li>6 compensation and the</li><li>7 including the incention</li></ul>   | e retiree's<br>ve provid | for a retiree who retired under the Workforce Reduction Act 96), by the amount that the sum of the retiree's annual annual basic allowance at the time of retirement, ed by the Workforce Reduction Act, exceeds the average inpute the basic allowance. |  |  |
| 9 23-201.  |                          |  |  |  |
| 10 (a) Except as provided in subsection (b) of this section, §§ 23-202 through 11 23-205 of this subtitle apply only to:               |                          |  |  |  |
| 12 (1) a regular employee whose compensation is provided by State 13 appropriation or paid from State funds;                           |                          |  |  |  |
| 14 (2)   | an appo                  | inted or elected official of the State, including:   |  |  |
| 15   | (i)                      | a clerk of the circuit court;  |  |  |
| 16   | (ii)                     | a register of wills;   |  |  |
| 17   | (iii)                    | a State's Attorney; and  |  |  |
| 18   | (iv)                     | a sheriff;   |  |  |
| 19 (3)<br>20 eligible to participat  |                          | oyee or official of a participating governmental unit who is itle 31, Subtitle 1 of this article;  |  |  |
| 21 (4)   | an empl                  | oyee of the Office of the Sheriff of Baltimore City;   |  |  |
| 22 (5) an additional employee or agent of the State Racing Commission<br>23 authorized by § 11-207 of the Business Regulation Article; |                          |  |  |  |
| 24 (6)<br>25 county;   | a perma                  | nent employee of the board of supervisors of elections of a  |  |  |
| 26 (7)<br>27 on or after July 1, 19  |                          | me master in chancery or in juvenile causes who is appointed y county by the circuit court for that county;  |  |  |
|  | loyees' Pe               | oyee of the Maryland Environmental Service who is a nsion System on June 30, 1993, or transfers from the m on or after July 1, 1993;   |  |  |
| 31 (9)<br>32 County's general per  |                          | oyee of Dorchester County who is not a member of the retirement program;   |  |  |



22

23 July 1, 2001.

### **SENATE BILL 473**

1 (ii) was employed by the New Community College of Baltimore on 2 or before December 31, 1990, as a "Class A" member of the Baltimore City Retirement 3 Plan; and 4 (iii) elected to remain a member of the Baltimore City Retirement 5 Plan; [or] 6 an employee who is not a member of a State system and who accepts (7) 7 a position for which the budgeted hours per fiscal year are less than 500 hours in the 8 first fiscal year of employment; OR 9 AN EMPLOYEE OF THE DOMESTIC RELATIONS DIVISION OF THE 10 ANNE ARUNDEL COUNTY CIRCUIT COURT WHO: 11 (I) WAS TRANSFERRED ON OR AFTER JULY 1, 2002, INTO THE 12 STATE PERSONNEL MANAGEMENT SYSTEM AS AN EMPLOYEE OF THE CHILD 13 SUPPORT ENFORCEMENT ADMINISTRATION OF THE MARYLAND DEPARTMENT OF 14 HUMAN RESOURCES; 15 ELECTED, UNDER § 2-510 OF THE COURTS ARTICLE, TO REMAIN (II)16 AS A PARTICIPANT IN THE ANNE ARUNDEL COUNTY RETIREMENT AND PENSION 17 SYSTEM: AND 18 REMAINS AS AN EMPLOYEE OF THE CHILD SUPPORT (III)19 ENFORCEMENT ADMINISTRATION OF THE DEPARTMENT OF HUMAN RESOURCES OR 20 EMPLOYED AS A SPECIAL ASSISTANT ATTORNEY GENERAL ASSIGNED TO THE CHILD 21 SUPPORT ENFORCEMENT ADMINISTRATION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect