### By: Delegates Haynes, Barkley, G. Clagett, Glenn, Heller, Jones, and Robinson

Introduced and read first time: January 31, 2008 Assigned to: Appropriations

## A BILL ENTITLED

#### 1 AN ACT concerning

HB 840/07 - APP

K4

#### $\mathbf{2}$ **Correctional Officers' Retirement System – Membership**

3 FOR the purpose of altering the membership of the Correctional Officers' Retirement 4 System; providing that certain members of the Correctional Officers' Retirement 5 System may receive a normal service retirement or a deferred vested retirement allowance under certain circumstances; requiring the transfer of certain 6 7 member contributions to the annuity savings fund of the Correctional Officers' Retirement System; providing for a refund of certain member contributions 8 9 under certain circumstances; providing that certain transfers of credit between the Employees' Retirement and Pension Systems and the Correctional Officers' 10 Retirement System are not governed by certain provisions of law; and generally 11 relating to membership in the Correctional Officers' Retirement System. 12

- 13BY repealing and reenacting, with amendments,
- Article State Personnel and Pensions 14
- Section 25–201, 25–401, and 29–302(c) 15
- Annotated Code of Maryland 16
- (2004 Replacement Volume and 2007 Supplement) 17

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

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### **Article – State Personnel and Pensions**

25 - 201.21

22Except as provided in subsection (b) of this section, this subtitle applies (a) only to: 23



	Z HOUSE BILL 554									
$egin{array}{c} 1 \\ 2 \end{array}$	(1) correctional officers serving in any of the first six job classifications;									
3	(2) security attendants at Clifton T. Perkins Hospital Center;									
4 5 6	(3) a detention center officer employed by a participating governmental unit that on or after July 1, 2006, has elected to participate in the Correctional Officers' Retirement System; [and]									
7 8	(4) an individual serving as a correctional dietary, maintenance, <b>LAUNDRY</b> , or supply officer; <b>AND</b>									
9 10	(5) AN INDIVIDUAL SERVING AS A MARYLAND CORRECTIONAL ENTERPRISES OFFICER, OFFICER TRAINEE, PLANT SUPERVISOR, PLANT									
11	MANAGER, OR REGIONAL MANAGER.									
12	(b) This subtitle does not apply to:									
13	(1) an employee of the Baltimore City Jail as of June 30, 1991, who:									
$\begin{array}{c} 14 \\ 15 \end{array}$	(i) became an employee of the Baltimore City Detention Center on July 1, 1991; and									
16 17	(ii) did not elect to become a member of the Correctional Officers' Retirement System on that date; or									
18 19 20 21 22	(2) a detention center officer employed by a participating governmental unit as a local detention center officer on the effective date of participation on or after July 1, 2006, who did not elect to become a member of the Correctional Officers' Retirement System within 6 months of the effective date of participation.									
23	25–401.									
24	(a) A member may retire with a normal service retirement allowance if:									
$\begin{array}{c} 25\\ 26 \end{array}$	(1) on or before the date of retirement, the member has at least 20 years of eligibility service;									
$\begin{array}{c} 27 \\ 28 \end{array}$	(2) for at least 5 years immediately before retirement, the member was:									
29	(i) a security attendant at Clifton T. Perkins Hospital Center;									
30	(ii) a correctional officer in any of the first six job classifications;									

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1 a detention center officer employed by a participating (iii)  $\mathbf{2}$ governmental unit that has elected to participate in the Correctional Officers' 3 Retirement System; 4 (iv)an individual serving as a correctional dietary, maintenance,  $\mathbf{5}$ LAUNDRY, or supply officer; 6 **(V)** AN AS MARYLAND **INDIVIDUAL** SERVING Α 7 CORRECTIONAL **ENTERPRISES OFFICER**, **OFFICER** TRAINEE, PLANT 8 SUPERVISOR, PLANT MANAGER, OR REGIONAL MANAGER; or 9  $[(\mathbf{v})]$  (VI) in a combination of these positions; and the member completes and submits a written application to the 10 (3)Board of Trustees stating the date when the member desires to retire. 11 12 On retirement under this section, a member is entitled to receive a (b) normal service retirement allowance that equals one fifty-fifth of the member's 13 average final compensation multiplied by the number of years of creditable service. 14 1529 - 302.16 A vested allowance is a deferred allowance starting at: (c) 17(1)normal retirement age for members of: (i) 18 the Employees' Retirement System; 19 (ii) the State Police Retirement System; and 20 (iii) the Teachers' Retirement System; age 55 for a member of the Correctional Officers' Retirement 21(2)22System who is: 23a correctional officer in the first six job classifications; (i) a detention center officer employed by a participating 24(ii) governmental unit who has elected to participate in the Correctional Officers' 2526Retirement System; [or] 27an individual serving as a correctional dietary, maintenance, (iii) 28LAUNDRY, or supply officer; or 29 **(IV)** MARYLAND AN INDIVIDUAL SERVING AS Α 30 CORRECTIONAL **ENTERPRISES OFFICER**, **OFFICER** TRAINEE, PLANT 31 SUPERVISOR, PLANT MANAGER, OR REGIONAL MANAGER; OR

1 (3) age 60 for a member of the Correctional Officers' Retirement 2 System who is a maximum security attendant at the Clifton T. Perkins Hospital 3 Center.

5 (a) This section applies to an individual who is:

SECTION 2. AND BE IT FURTHER ENACTED, That:

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(1) a correctional laundry officer; or

7 (2) serving as a Maryland Correctional Enterprises officer, officer 8 trainee, plant supervisor, plant manager, or regional manager.

9 (b) The transfer of creditable service for an individual described in 10 subsection (a) of this section who is a member of either the Employees' Retirement 11 System or Employees' Pension System on June 30, 2008, who transfers to the 12 Correctional Officers' Retirement System under this Act, is not governed by Title 37 of 13 the State Personnel and Pensions Article.

(c) The Board of Trustees shall transfer the total member contributions to
the individual's credit in either the Employees' Retirement System or Employees'
Pension System, plus regular interest, to the annuity savings fund of the Correctional
Officers' Retirement System.

18 (d) (1) (i) This section applies to an individual who, on June 30, 2008,
19 is:

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1. a correctional laundry officer; or

21 2. serving as a Maryland Correctional Enterprises 22 officer, officer trainee, plant supervisor, plant manager, or regional manager;

23 (ii) transfers to the Correctional Officers' Retirement System
 24 under this Act; and

(iii) at the time of transferring to the Correctional Officers'
Retirement System is a member of the Employees' Retirement System making
member contributions at the rate of 7% of the individual's earnable compensation.

28 (2) An individual described under paragraph (1) of this subsection 29 shall receive the difference between the member contributions at the rate provided for 30 in the Correctional Officers' Retirement System, including interest on those 31 contributions, and the total accumulated member contributions to the individual's 32 credit, plus interest on those contributions, in the annuity savings fund of the 33 Employees' Retirement System.

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1 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 2 July 1, 2008.