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8lr1482 CF HB 986

### By: **Senator Pinsky** Introduced and read first time: January 28, 2008 Assigned to: Budget and Taxation

Committee Report: Favorable with amendments Senate action: Adopted Read second time: February 12, 2008

#### CHAPTER \_\_\_\_\_

#### 1 AN ACT concerning

# Town of Berwyn Heights Employees – Participation in the Employees' Pension System

4 FOR the purpose of requiring certain employees of the Town of Berwyn Heights to 5 participate in the Employees' Pension System of the State of Maryland as of a 6 certain date; providing that membership in the Employees' Pension System is optional for certain employees of the Town of Berwyn Heights; requiring certain 7 8 employees of the Town of Berwyn Heights to make a certain election on a 9 certain date; requiring certain employees of the Town of Berwyn Heights, in 10 order to elect to be a member of the Employees' Pension System, to file a written application with the Board of Trustees of the State Retirement and Pension 11 System; providing for certain employees of the Town of Berwyn Heights to 12 13 receive service credit for certain prior service; providing that certain employees of the Town of Berwyn Heights who become members of the Employees' Pension 14 15System after a certain date may not receive certain service credit; and generally 16 relating to employees of the Town of Berwyn Heights participating in the 17**Employees'** Pension System.

- 18 BY repealing and reenacting, with amendments,
- 19 Article State Personnel and Pensions
- 20 Section 23–201(a), 23–204(b), and 31–111
- 21 Annotated Code of Maryland
- 22 (2004 Replacement Volume and 2007 Supplement)
- 23 BY adding to
- 24 Article State Personnel and Pensions

#### EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



	2	SENATE BILL 308	
$\begin{array}{c}1\\2\\3\end{array}$	Section <u>23–204(e) and</u> 31–111.4 Annotated Code of Maryland (2004 Replacement Volume and 2007 Supplement)		
4 5	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:		
6	Article – State Personnel and Pensions		
7	23–201.		
8 9	(a) Except as provided in subsection (b) of this section, §§ 23–203 through 23–205 of this subtitle apply only to:		
$\begin{array}{c} 10\\11 \end{array}$	(1) a regular employee whose compensation is provided by State appropriation or paid from State funds;		
12	(2)	an appointed or elected official of the State, including:	
13		(i) a clerk of the circuit court;	
14		(ii) a register of wills;	
15		(iii) a State's Attorney; and	
16		(iv) a sheriff;	
17 18		an employee or official of a participating governmental unit who is te under Title 31, Subtitle 1 of this article;	
19	(4)	an employee of the Office of the Sheriff of Baltimore City;	
$\begin{array}{c} 20\\ 21 \end{array}$		an additional employee or agent of the State Racing Commission 207 of the Business Regulation Article;	
$\begin{array}{c} 22\\ 23 \end{array}$	(6) county;	a permanent employee of the board of supervisors of elections of a	
$\begin{array}{c} 24 \\ 25 \end{array}$		a full—time master in chancery or in juvenile causes who is er July 1, 1989, in any county by the circuit court for that county;	
26 27 28	member of the Em	an employee of the Maryland Environmental Service who is a ployees' Pension System on June 30, 1993, or transfers from the nent System on or after July 1, 1993;	
29 30 31		a former Baltimore City jail employee who became an employee of Detention Center and a member of the Employees' Pension System	

$\frac{1}{2}$	(10) a who:	a nonfaculty employee of the Baltimore City Community College
$3 \\ 4$	(2002;	i) is a member of the Employees' Pension System on October 1,
5 6	( after October 1, 2002	<ul><li>transfers from the Employees' Retirement System on or 2;</li></ul>
7 8	( with § 23–202.1 of tl	iii) transfers from the Teachers' Pension System in accordance his subtitle; or
9 10	( College on or after C	iv) becomes an employee of the Baltimore City Community October 1, 2002;
$11 \\ 12 \\ 13$	member of the Emg	a court reporter for the Circuit Court for Charles County who is a ployees' Pension System on July 1, 1994, or transfers from the ent System on or after July 1, 1994;
14 15		a staff employee of the University System of Maryland, Morgan St. Mary's College who is:
16 17 18	· · · · · · · · · · · · · · · · · · ·	i) a member of the Employees' Pension System on January 1, from the Employees' Retirement System on or after January 1,
19 20 21		ii) a staff employee of the University System of Maryland, ersity, or St. Mary's College who becomes an employee on or after
$22 \\ 23 \\ 24$	begins participation	on or after the date that the Board of Education of Kent County in the Employees' Pension System, a supportive service employee cation of Kent County;
25 26		an employee of the Town of Oakland on or after the date that the gins participation in the Employees' Pension System; [and]
27 28		an employee of the City of Frostburg on or after the date that the gins participation in the Employees' Pension System <b>; AND</b>
29 30 31	AFTER THE DAT	AN EMPLOYEE OF THE TOWN OF BERWYN HEIGHTS ON OR TE THAT THE TOWN OF BERWYN HEIGHTS BEGINS THE EMPLOYEES' PENSION SYSTEM.
32	23–204.	

THIS SUBSECTION DOES NOT APPLY TO AN EMPLOYEE OF THE

#### 3 (2) (i) Except as provided in paragraph (2) (3) of this subsection, 4 this subsection applies only to the employees of a participating governmental unit 5 who: 6 1. are employed by the participating governmental unit $\mathbf{7}$ on June 30, 2004; and 8 2. were employed by the participating governmental 9 unit on the effective date of participation in the State systems. 10 Except as provided in paragraph (2) (3) of this subsection, (ii) 11 membership in the Employees' Pension System is optional for an individual under subparagraph (i) of this paragraph until the individual ceases employment with the 12 13 participating governmental unit that was employing the individual on June 30, 2004. 14 (2) (3) Membership in the Employees' Pension System is not optional for individuals who are: 15supportive service employees of the Board of Education of 16 (i) 17 Kent County: 18 employees of the Town of Oakland; for (ii) 19 employees of the City of Frostburg<del>; OR</del> (iii) 20**EMPLOYEES OF THE TOWN OF BERWYN HEIGHTS**. <del>(IV)</del> 21(1) THIS SUBSECTION APPLIES ONLY TO AN INDIVIDUAL WHO IS **(E)** 22AN EMPLOYEE OF THE TOWN OF BERWYN HEIGHTS ON JUNE 30, 2008. 23(2) SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, 24MEMBERSHIP IN THE EMPLOYEES' PENSION SYSTEM IS OPTIONAL FOR AN 25INDIVIDUAL DESCRIBED IN PARAGRAPH (1) OF THIS SUBSECTION WHO ELECTS 26MEMBERSHIP ON JULY 1, 2008. 27TO ELECT TO BE A MEMBER OF THE EMPLOYEES' PENSION (3) 28SYSTEM, AN INDIVIDUAL SHALL FILE A WRITTEN APPLICATION WITH THE 29BOARD OF TRUSTEES ON A FORM THAT THE BOARD OF TRUSTEES PROVIDES. 30 31–111.

 31
 (a) Except as provided in subsection (b) of this section and [§§ 31–111.1 and

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 31–111.3] §§ 31–111.1, 31–111.3, AND 31–111.4 of this subtitle, if an employee of a

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(b)

(1)

TOWN OF BERWYN HEIGHTS.

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1 participating governmental unit joins the Employees' Pension System within 1 year 2 after the effective date, the employee is entitled to service credit for employment with 3 the participating governmental unit before the effective date.

4 (b) If an employee of the Baltimore Metropolitan Council elects to become a 5 member of the Employees' Retirement System or the Employees' Pension System, the 6 employee may not receive credit for service from July 1, 1992, to the effective date 7 unless the employee pays to the Board of Trustees the amount of the member 8 contributions the employee would have made during that period, plus regular interest.

#### 9 **31–111.4.**

10 (A) AN INDIVIDUAL WHO <u>ELECTS MEMBERSHIP IN THE EMPLOYEES'</u> 11 <u>PENSION SYSTEM UNDER § 23–204(E) OF THIS ARTICLE AND</u> IS AN EMPLOYEE 12 OF THE TOWN OF BERWYN HEIGHTS ON THE EFFECTIVE DATE SHALL RECEIVE 13 ELIGIBILITY SERVICE AND CREDITABLE SERVICE IN THE EMPLOYEES' PENSION 14 SYSTEM EQUAL TO ONE-THIRD OF THE INDIVIDUAL'S PERIOD OF EMPLOYMENT 15 WITH THE TOWN OF BERWYN HEIGHTS BEFORE THE EFFECTIVE DATE, AS 16 CERTIFIED BY THE TOWN OF BERWYN HEIGHTS AS OF THE EFFECTIVE DATE.

(B) IF AN EMPLOYEE OR FORMER EMPLOYEE OF THE TOWN OF BERWYN
HEIGHTS BECOMES A MEMBER OF THE EMPLOYEES' PENSION SYSTEM AT ANY
TIME AFTER THE EFFECTIVE DATE, THE EMPLOYEE MAY NOT RECEIVE SERVICE
CREDIT FOR EMPLOYMENT WITH THE TOWN OF BERWYN HEIGHTS BEFORE THE
EFFECTIVE DATE.

22 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 23 July 1, 2008.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.