SENATE BILL 115

P6 2lr1187 HB 659/20 - APP(PRE-FILED) By: Senator Jackson Requested: November 1, 2021 Introduced and read first time: January 12, 2022 Assigned to: Budget and Taxation Committee Report: Favorable with amendments Senate action: Adopted Read second time: March 16, 2022 CHAPTER AN ACT concerning Law Enforcement Officers' Pension System - Benefits Officers - Compensation and Benefits - Study FOR the purpose of altering the method for calculating the retirement allowance for certain retirees of the Law Enforcement Officers' Pension System for service earned on or after a certain date: altering the maximum benefit that certain retirees of the Law Enforcement Officers' Pension System may receive; and generally relating to the Law Enforcement Officers' Pension System requiring the Governor's Office of Crime Prevention, Youth, and Victim Services to study and report on the compensation and benefits of law enforcement officers in the State; requiring certain units of State government to provide assistance to the Office; and generally relating to the compensation and benefits of law enforcement officers in the State. BY repealing and reenacting, with amendments, Article - State Personnel and Pensions Section 26-401(b) **Annotated Code of Maryland** (2015 Replacement Volume and 2021 Supplement) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND. That the Laws of Maryland read as follows: 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.

1

2

3

4

5 6

7

8 9

10

11

12

13 14

15

16 17

18 19

20

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

1	26-401.
2	(b) (1) Except as provided in paragraphs (2), (3), and (4) of this subsection, on
3	retirement under this section, a member is entitled to receive a normal service retirement
4	allowance that equals:
-	
5	(I) the number of years of the member's creditable service ON OR
6	BEFORE JUNE 30, 2022, multiplied by 2% of the member's average final compensation;
7	AND
8	(II) THE NUMBER OF YEARS OF THE MEMBER'S CREDITABLE
9	SERVICE ON OR AFTER JULY 1, 2022, MULTIPLIED BY 2.5% OF THE MEMBER'S
10	AVERAGE FINAL COMPENSATION.
1	(2) A member's normal service retirement allowance under paragraph (1)
2	of this subsection may not exceed [65%] 70% of the member's average final compensation.
	of this subsection may not exceed [00/0]-10/0 of the member 5 average imar compensation.
13	(3) (i) This paragraph applies only to a member who is not subject to
4	the Law Enforcement Officers' Modified Pension Benefit under Subtitle 2, Part II of this
15	title.
16	(ii) Except as provided in paragraph (4) of this subsection, on
17	retirement under this paragraph, the member is entitled to receive a normal service
18	retirement allowance that equals:
9	1. 2.3% of the member's average final compensation
20	multiplied by each year of the member's first 30 years of creditable service; and
10	multiplied by each year of the members first oo years of creditable service, and
21	2. 1% of the member's average final compensation multiplied
	by each year of creditable service in excess of 30 years.
23	(4) Subject to paragraph (2) of this subsection, on retirement under this
24	section, if a member's annuity is greater than the member's normal service retirement
25	allowance calculated under paragraph (1) or (3) of this subsection, the member's normal
26	service retirement allowance shall equal the member's annuity.
27	(a) The Governor's Office of Crime Prevention, Youth, and Victim Services shall
28	conduct a comprehensive study of the compensation and benefits of law enforcement
29	officers in the State.

30 (b) (1) The study shall review the differences in:

31 (i) salaries paid to law enforcement officers of State and local 32 governments;

$\frac{1}{2}$	and local governme	<u>(ii)</u> ents, ii	retirement benefits provided to law enforcement officers of State necluding participation in social security:
3 4	local governments;	(iii) and	health benefits offered to law enforcement officers of State and
5 6	and local governme	<u>(iv)</u> ents.	other fringe benefits provided to law enforcement officers of State
7	<u>(2)</u>	To th	e extent information is available, the study shall review:
8		<u>(i)</u>	the migration of law enforcement officers between departments;
9		<u>(ii)</u>	the attrition rates of newly certified law enforcement officers;
10 11	of State and local s	<u>(iii)</u> govern	the average length of active service for law enforcement officers ments; and
12 13	have retired from a	<u>(iv)</u> anothe	the number of actively employed law enforcement officers who r law enforcement agency in State or local government.
14 15 16		of C	ollowing units of State government shall provide assistance to the rime Prevention, Youth, and Victim Services by providing conduct the study:
17		<u>(i)</u>	the Department of Budget and Management;
18		<u>(ii)</u>	the State Retirement Agency;
19		<u>(iii)</u>	the Maryland Police Training and Standards Commission;
20		<u>(iv)</u>	the Maryland Association of Counties;
21		<u>(v)</u>	the Maryland Municipal League;
22		<u>(vi)</u>	the Maryland State Police; and
23 24	enforcement agenc	(vii) <u>y.</u>	any exclusive bargaining representative for a State or local law
25 26 27	(2) required to provide disclosing.		ntity identified under paragraph (1) of this subsection may not be confidential information for which it is precluded by law from
28 29 30	Youth, and Victim	Servi	e December 1, 2022, the Governor's Office of Crime Prevention, ces shall submit a report on the study required under subsection enate Budget and Taxation Committee, the House Appropriations

President of the Senate.				
				Governor.
ed:				
ECTION 2. AND I	BE IT FURTHEI	R ENACTED,	That this Act sh	all take effect J
ment Article.				
me E(nt Article.	nt Article.	nt Article.	e, and the Joint Committee on Pensions, in accordance with § 2 nt Article. CTION 2. AND BE IT FURTHER ENACTED, That this Act sh

Speaker of the House of Delegates.