HOUSE BILL 886

P6

5lr2228 CF SB 612

By: Delegate Forbes (Chair, Joint Committee on Pensions)

Introduced and read first time: January 30, 2025 Assigned to: Appropriations

Committee Report: Favorable with amendments House action: Adopted Read second time: March 4, 2025

CHAPTER _____

1 AN ACT concerning

State Retirement and Pension System – Deferred Vested Former Members – Return to Service

4 FOR the purpose of establishing that an individual who, after earning service credit $\mathbf{5}$ sufficient for a vested allowance in the Employees' Pension System, the State Police 6 Retirement System, the Correctional Officers' Retirement System, or the Law 7 Enforcement Officers' Pension System, separates from service, and subsequently 8 returns to service in a position in the same system under certain circumstances, is subject to the same requirements to which certain members of the same system are 9 10 subject; and generally relating to the resumption of employment in a position 11 included in the State Retirement and Pension System.

- 12 BY adding to
- 13 Article State Personnel and Pensions
- 14 Section 23–215.3, 24–207.1, 25–205.1, and 26–206.1
- 15 Annotated Code of Maryland
- 16 (2024 Replacement Volume and 2024 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:
- 19 Article State Personnel and Pensions
- 20 23-215.3.

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 HOUSE BILL 886
1	(A) THIS SECTION APPLIES TO AN INDIVIDUAL WHO:
$\frac{2}{3}$	(1) ON OR BEFORE JUNE 30, 2011, WAS A MEMBER OF THE Employees' Pension System who was subject to:
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4 5	(1) THE NONCONTRIBUTORY PENSION BENEFIT UNDER PART I OF THIS SUBTITLE; OR
$6 \\ 7$	(II) THE CONTRIBUTORY PENSION BENEFIT UNDER PART II OF THIS SUBTITLE;
8	(2) (1) IS SEPARATED FROM EMPLOYMENT FOR 4 YEARS OR LESS;
9 10	(II) 1. IS SEPARATED FROM EMPLOYMENT FOR MILITARY
10	SERVICE THAT MEETS THE REQUIREMENTS OF THE FEDERAL UNIFORMED Services Employment and Reemployment Rights Act; and
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12	2. RESUMES EMPLOYMENT WITHIN 1 YEAR OF LEAVING
13	MILITARY SERVICE IN A POSITION THAT:
14	A. FOR AN INDIVIDUAL DESCRIBED UNDER ITEM (1)(I)
15	OF THIS SUBSECTION IS SUBJECT TO THE NONCONTRIBUTORY PENSION BENEFIT
16	under Part I of this subtitle; or
17	B. FOR AN INDIVIDUAL DESCRIBED UNDER ITEM $(1)(II)$
18 19	OF THIS SUBSECTION IS SUBJECT TO THE CONTRIBUTORY PENSION BENEFIT UNDER Part II of this subtitle; or
19	- ANT IT OF THIS SUBTILIE, ON
20	(HI) IS SEPARATED FROM EMPLOYMENT WITH THE MINIMUM
21	ELIGIBILITY SERVICE NEEDED TO BE ELIGIBLE FOR A VESTED ALLOWANCE UNDER
22	TITLE 29, SUBTITLE 3 OF THIS ARTICLE;
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$\frac{23}{24}$	(3) DOES NOT WITHDRAW THE MEMBER'S ACCUMULATED CONTRIBUTIONS; AND
24	CONTRIDUTIONS, AND
25	(4) DOES NOT BECOME A RETIREE.
26	(b) (1) An individual described in subsection (a)(1)(i) of this
27	SECTION WHO RESUMES EMPLOYMENT IN A POSITION THAT IS SUBJECT TO THE
28	NONCONTRIBUTORY PENSION BENEFIT OF PART I OF THIS SUBTITLE IS SUBJECT TO
29	THE SAME REQUIREMENTS TO WHICH AN INDIVIDUAL WHO WAS SUBJECT TO THE
30	NONCONTRIBUTORY PENSION BENEFIT OF PART I OF THIS SUBTITLE ON JUNE 30,
31	2011, AND REMAINS A MEMBER ON JULY 1, 2011, IS SUBJECT.

(2) AN INDIVIDUAL DESCRIBED IN SUBSECTION (A)(1)(II) OF THIS 1 $\mathbf{2}$ SECTION WHO RESUMES EMPLOYMENT IN A POSITION THAT IS SUBJECT TO THE 3 CONTRIBUTORY PENSION BENEFIT OF PART II OF THIS SUBJECT TO THE SAME REQUIREMENTS TO WHICH AN INDIVIDUAL WHO WAS SUBJECT TO THE 4 CONTRIBUTORY PENSION BENEFIT OF PART II OF THIS SUBTITLE ON JUNE 30, 2011, $\mathbf{5}$ AND REMAINS A MEMBER ON JULY 1. 2011. IS SUBJECT. 6 24-207.1. 7 8 (A) THIS SECTION APPLIES TO AN INDIVIDUAL WHO: 9 (1) ON OR BEFORE JUNE 30, 2011, WAS A MEMBER OF THE STATE **POLICE RETIREMENT SYSTEM:** 10 (2) 11 **(I)** IS SEPARATED FROM EMPLOYMENT FOR 4 YEARS OR LESS; 12 (II) **1**. IS SEPARATED FROM EMPLOYMENT FOR MILITARY SERVICE THAT MEETS THE REQUIREMENTS OF THE FEDERAL UNIFORMED 13 SERVICES EMPLOYMENT AND REEMPLOYMENT RIGHTS ACT; AND 14

152.RESUMES EMPLOYMENT WITHIN 1 YEAR OF LEAVING16MILITARY SERVICE IN A POSITION THAT IS INCLUDED IN THE STATE POLICE17RETIREMENT SYSTEM; OR

(III) IS SEPARATED FROM EMPLOYMENT WITH THE MINIMUM
ELIGIBILITY SERVICE NEEDED TO BE ELIGIBLE FOR A VESTED ALLOWANCE UNDER
TITLE 29, SUBTITLE 3 OF THIS ARTICLE;

21 (3) DOES NOT WITHDRAW THE MEMBER'S ACCUMULATED 22 CONTRIBUTIONS; AND

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(4) DOES NOT BECOME A RETIREE.

(B) AN INDIVIDUAL DESCRIBED IN SUBSECTION (A) OF THIS SECTION WHO
RESUMES EMPLOYMENT IN A POSITION THAT IS INCLUDED IN THE STATE POLICE
RETIREMENT SYSTEM IS SUBJECT TO THE SAME REQUIREMENTS TO WHICH AN
INDIVIDUAL WHO WAS A MEMBER OF THE STATE POLICE RETIREMENT SYSTEM ON
JUNE 30, 2011, AND REMAINS A MEMBER ON JULY 1, 2011, IS SUBJECT.

29 **25–205.1.**

30 (A) THIS SECTION APPLIES TO AN INDIVIDUAL WHO:

1 (1) ON OR BEFORE JUNE 30, 2011, WAS A MEMBER OF THE 2 CORRECTIONAL OFFICERS' RETIREMENT SYSTEM;

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(2) (I) IS SEPARATED FROM EMPLOYMENT FOR 4 YEARS OR LESS;

4 (II) 1. IS SEPARATED FROM EMPLOYMENT FOR MILITARY 5 SERVICE THAT MEETS THE REQUIREMENTS OF THE FEDERAL UNIFORMED 6 SERVICES EMPLOYMENT AND REEMPLOYMENT RIGHTS ACT; AND

7 2. RESUMES EMPLOYMENT WITHIN 1 YEAR OF LEAVING
8 MILITARY SERVICE IN A POSITION THAT IS INCLUDED IN THE CORRECTIONAL
9 OFFICERS' RETIREMENT SYSTEM; OR

10 (III) IS SEPARATED FROM EMPLOYMENT WITH THE MINIMUM 11 ELIGIBILITY SERVICE NEEDED TO BE ELIGIBLE FOR A VESTED ALLOWANCE UNDER 12 TITLE 29, SUBTITLE 3 OF THIS ARTICLE;

13(3) DOES NOT WITHDRAW THE MEMBER'S ACCUMULATED14CONTRIBUTIONS; AND

15 (4) DOES NOT BECOME A RETIREE.

16 (B) AN INDIVIDUAL DESCRIBED IN SUBSECTION (A) OF THIS SECTION WHO 17 RESUMES EMPLOYMENT IN A POSITION THAT IS INCLUDED IN THE CORRECTIONAL 18 OFFICERS' RETIREMENT SYSTEM IS SUBJECT TO THE SAME REQUIREMENTS TO 19 WHICH AN INDIVIDUAL WHO WAS A MEMBER OF THE CORRECTIONAL OFFICERS' 20 RETIREMENT SYSTEM ON JUNE 30, 2011, AND REMAINS A MEMBER ON JULY 1, 2011, 21 IS SUBJECT.

22 **26–206.1**.

23 (A) THIS SECTION APPLIES TO AN INDIVIDUAL WHO:

24 (1) ON OR BEFORE JUNE 30, 2011, WAS A MEMBER OF THE LAW 25 ENFORCEMENT OFFICERS' PENSION SYSTEM;

26 (2) (I) IS SEPARATED FROM EMPLOYMENT FOR 4 YEARS OR LESS;

27 (II) 1. IS SEPARATED FROM EMPLOYMENT FOR MILITARY 28 SERVICE THAT MEETS THE REQUIREMENTS OF THE FEDERAL UNIFORMED 29 SERVICES EMPLOYMENT AND REEMPLOYMENT RIGHTS ACT; AND

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12.RESUMES EMPLOYMENT WITHIN 1 YEAR OF LEAVING2MILITARY SERVICE IN A POSITION THAT IS INCLUDED IN THE CORRECTIONAL3OFFICERS' RETIREMENT SYSTEM; OR

4 (III) IS SEPARATED FROM EMPLOYMENT WITH THE MINIMUM 5 ELIGIBILITY SERVICE NEEDED TO BE ELIGIBLE FOR A VESTED ALLOWANCE UNDER 6 TITLE 29, SUBTITLE 3 OF THIS ARTICLE;

7 (3) DOES NOT WITHDRAW THE MEMBER'S ACCUMULATED 8 CONTRIBUTIONS; AND

9 (4) DOES NOT BECOME A RETIREE.

10 (B) AN INDIVIDUAL DESCRIBED IN SUBSECTION (A) OF THIS SECTION WHO 11 RESUMES EMPLOYMENT IN A POSITION THAT IS INCLUDED IN THE LAW 12 ENFORCEMENT OFFICERS' PENSION SYSTEM IS SUBJECT TO THE SAME 13 REQUIREMENTS TO WHICH AN INDIVIDUAL WHO WAS A MEMBER OF THE LAW 14 ENFORCEMENT OFFICERS' PENSION SYSTEM ON JUNE 30, 2011, AND REMAINS A 15 MEMBER ON JULY 1, 2011, IS SUBJECT.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July1, 2025.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.