HOUSE BILL 708

K4 4lr1396 CF SB 665

By: Delegates Serafini, Beitzel, Clagett, Donoghue, K. Kelly, Myers, and Parrott

Introduced and read first time: January 31, 2014

Assigned to: Appropriations

Committee Report: Favorable

House action: Adopted

Read second time: March 27, 2014

CHAPTER _____

1 AN ACT concerning

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Correctional Officers' Retirement System - Membership

3 FOR the purpose of altering the positions eligible for membership in the Correctional 4 Officers' Retirement System; clarifying that certain individuals who do not elect 5 to transfer are not members of the Correctional Officers' Retirement System; 6 authorizing certain individuals to cease membership in the Employees' Pension 7 System and enroll in the Correctional Officers' Retirement System; authorizing 8 certain individuals to transfer service credit from the Employees' Pension 9 System to the Correctional Officers' Retirement System; requiring an individual 10 who elects to transfer membership and service credit to the Correctional 11 Officers' Retirement System to make that election on a form provided by the 12 Board of Trustees for the State Retirement and Pension System; requiring 13 service credit transferred to the Correctional Officers' Retirement System under 14 this Act to be transferred in accordance with certain provisions of law; requiring the Executive Director of the State Retirement Agency to grant a certain waiver 15 if it is necessary to implement a certain transfer of service credit; providing for 16 17 the termination of certain provisions of this Act; and generally relating to 18 membership in the Correctional Officers' Retirement System.

19 BY repealing and reenacting, with amendments,

Article – State Personnel and Pensions

21 Section 25–201 and 25–401

22 Annotated Code of Maryland

23 (2009 Replacement Volume and 2013 Supplement)

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.



$\frac{1}{2}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
3	Article - State Personnel and Pensions
4	25–201.
5 6	(a) Except as provided in subsection (b) of this section, this subtitle applies only to:
7 8	(1) correctional officers serving in any of the first six job classifications;
9	(2) security attendants at Clifton T. Perkins Hospital Center;
10 11 12	(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;
13 14	(4) an individual serving as a correctional dietary, maintenance, laundry, or supply officer; [and]
15 16	(5) an individual serving as a Maryland Correctional Enterprises officer, officer trainee, plant supervisor, plant manager, or regional manager; AND
17 18	(6) A CORRECTIONAL OFFICER SERVING AS A SECURITY CHIEF, A FACILITY ADMINISTRATOR, AN ASSISTANT WARDEN, OR A WARDEN WHO:
19 20	(I) BEGINS EMPLOYMENT IN THAT POSITION ON OR AFTER JULY 1, 2014; OR
21 22 23	(II) IS SERVING IN THAT POSITION ON JUNE 30, 2014, AND ELECTS TO TRANSFER TO THE CORRECTIONAL OFFICERS' RETIREMENT SYSTEM ON OR BEFORE DECEMBER 31, 2014.
24	(b) This subtitle does not apply to:
25	(1) an employee of the Baltimore City Jail as of June 30, 1991, who:
26 27	(i) became an employee of the Baltimore City Detention Center on July 1, 1991; and
28 29	(ii) did not elect to become a member of the Correctional Officers' Retirement System on that date; [or]

1 2 3 4 5	(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; OR
6 7 8 9 10	(3) A CORRECTIONAL OFFICER SERVING AS A SECURITY CHIEF, A FACILITY ADMINISTRATOR, AN ASSISTANT WARDEN, OR A WARDEN WHO IS IN THAT POSITION ON JUNE 30, 2014, AND DOES NOT ELECT TO TRANSFER MEMBERSHIP TO THE CORRECTIONAL OFFICERS' RETIREMENT SYSTEM ON OR BEFORE DECEMBER 31, 2014.
11	25–401.
12	(a) A member may retire with a normal service retirement allowance if:
13 14	(1) on or before the date of retirement, the member has at least 20 years of eligibility service;
15 16	(2) for at least 5 years immediately before retirement, the member was:
17	(i) a security attendant at Clifton T. Perkins Hospital Center;
18	(ii) a correctional officer in any of the first six job classifications;
19 20 21	(iii) a detention center officer employed by a participating governmental unit that has elected to participate in the Correctional Officers' Retirement System;
22 23	(iv) an individual serving as a correctional dietary, maintenance, laundry, or supply officer;
24 25 26	(v) an individual serving as a Maryland Correctional Enterprises officer, officer trainee, plant supervisor, plant manager, or regional manager; [or]
27 28	(VI) A CORRECTIONAL OFFICER SERVING AS A SECURITY CHIEF, A FACILITY ADMINISTRATOR, AN ASSISTANT WARDEN, OR A WARDEN; OR
29	[(vi)] (VII) in a combination of these positions; and
30 31	(3) the member completes and submits a written application to the Board of Trustees stating the date when the member desires to retire.

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(b) On retirement under this section, a member is entitled to receive a normal service retirement allowance that equals one fifty—fifth of the member's average final compensation multiplied by the number of years of creditable service.

SECTION 2. AND BE IT FURTHER ENACTED, That:

- (a) This section applies to an individual who:
- 6 (1) is a member of the Employees' Pension System on June 30, 2014, 7 and employed as a correctional officer serving as a security chief, a facility 8 administrator, an assistant warden, or a warden; and
- 9 (2) on July 1, 2014, continues employment as a correctional officer serving as a security chief, a facility administrator, an assistant warden, or a warden.
- 11 (b) (1) On or after July 1, 2014, but on or before December 31, 2014, an 12 individual described in subsection (a) of this section may cease membership in the 13 Employees' Pension System and be enrolled as a member of the Correctional Officers' 14 Retirement System.
- 15 (2) An individual who enrolls as a member of the Correctional Officers' 16 Retirement System under paragraph (1) of this subsection may transfer service credit 17 from the Employees' Pension System to the Correctional Officers' Retirement System.
- 18 (3) (i) An individual who chooses to enroll in the Correctional Officers' Retirement System under paragraph (1) of this subsection shall do so by filing an application provided by the Board of Trustees for the State Retirement and Pension System.
- 22 (ii) An individual who chooses to transfer service credit to the 23 Correctional Officers' Retirement System under paragraph (2) of this subsection shall 24 do so by filing an application provided by the Board of Trustees for the State 25 Retirement and Pension System.
 - (4) (i) Service credit transferred under paragraph (2) of this subsection shall be transferred in the same manner as a transfer of service credit made in accordance with Title 37 of the State Personnel and Pensions Article.
- 29 (ii) The Executive Director of the State Retirement Agency shall 30 grant a waiver under § 37–203.2 of the State Personnel and Pensions Article if a waiver is necessary to transfer service credit under paragraph (2) of this subsection.
 - SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2014. Section 2 of this Act shall remain effective for a period of 6 months and, at the end of December 31, 2014, with no further action required by the General Assembly, Section 2 of this Act shall be abrogated and of no further force and effect.