SENATE BILL NO. 230

INTRODUCED BY BLAYLOCK, CLARK, SWYSGOOD, SOUTHWORTH, WANZENRIED, GALVIN

IN THE SENATE

JANUARY 30, 1991

INTRODUCED AND REFERRED TO COMMITTEE ON STATE ADMINISTRATION.

FIRST READING.

PRINTING REPORT.

FEBRUARY 5, 1991

FEBRUARY 6, 1991

FEBRUARY 7, 1991

FEBRUARY 8, 1991 ENGROSSING REPORT.

THIRD READING, PASSED. AYES, 44; NOES, 0.

COMMITTEE RECOMMEND BILL

SECOND READING, DO PASS.

DO PASS. REPORT ADOPTED.

TRANSMITTED TO HOUSE.

IN THE HOUSE

FEBRUARY 8, 1991

FEBRUARY 9, 1991

MARCH 7, 1991

MARCH 9, 1991

MARCH 11, 1991

INTRODUCED AND REFERRED TO COMMITTEE ON STATE ADMINISTRATION.

FIRST READING.

COMMITTEE RECOMMEND BILL BE CONCURRED IN. REPORT ADOPTED.

SECOND READING, CONCURRED IN.

THIRD READING, CONCURRED IN. AYES, 92; NOES, 6.

RETURNED TO SENATE.

IN THE SENATE

MARCH 12, 1991

RECEIVED FROM HOUSE.

SENT TO ENROLLING.

REPORTED CORRECTLY ENROLLED.

LC 1439/01

Terate BILL NO. 230 1 INTRODUCED BY 2 Sort UIATE COMMENTE GANIN 3 A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING VESTED MEMBERS 4 OF THE HIGHWAY PATROL OFFICERS' RETIREMENT SYSTEM 5 TΟ OUALIFY, WITH CERTAIN RESTRICTIONS, UP TO 5 YEARS OF 6 7 OUT-OF-STATE LAW ENFORCEMENT EMPLOYMENT AS SERVICE UNDER THE 8 HIGHWAY PATROL OFFICERS' RETIREMENT SYSTEM." 9 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 11 NEW SECTION. Section 1. Election to qualify law 12 enforcement service performed in another state. (1) Except 13 as provided in subsections (4) through (6), a member with 5 14 years or more of creditable service in the highway patrol 15 officers' retirement system may qualify 1 year of 16 out-of-state law enforcement employment for each year of 17 creditable service under the highway patrol officers' 18 retirement system, up to a maximum of 5 years, provided that 19 he is not eligible to receive a retirement benefit for that 20 out-of-state law enforcement employment. 21 (2) To gualify this service, a member shall:

22 (a) at any time before his retirement, make a written 23 election with the board to qualify the service; and

24 (b) contribute to the retirement fund the actuarial 25 cost of granting the service in the highway patrol officers'

Montana Legislative Council

retirement system, as determined by the board, based on: 1 (i) his compensation for the 12 months immediately 2 preceding the date of his election to cover the service 3 under the highway patrol officers' retirement system; and 4 (ii) the total contribution rate in effect at the time 5 6 of purchase of service. (3) Contributions to qualify service under this section 7 may be made in a lump-sum payment or in installments as 8 agreed upon by the member and the board. 9 (4) Service qualified under this section may not be: 10 (a) credited in any other retirement system under Title 11 12 19; or (b) used to gualify a member to purchase military 13 service under 19-6-304. 14 (5) Service qualified under this section may not be 15 used in calculating a member's retirement allowance unless 16 17 the last 5 years of creditable service were earned under the highway patrol officers' retirement system. If a member's 18 gualified service may not be used in calculating his 19 retirement allowance, he may choose to receive a refund of 20 21 the contributions made to qualify the service. (6) The combined total service gualified under this 22 section and military service qualified under 19-6-304 may 23 not exceed 5 years. 24 25

NEW SECTION. Section 2. Codification instruction.

INTRODUCED BILL SR 230

- 1 [Section 1] is intended to be codified as an integral part
- 2 of Title 19, chapter 6, part 3, and the provisions of Title
- 3 19, chapter 6, part 3, apply to [section 1].

-End-

STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for SB0230, as introduced.

DESCRIPTION OF PROPOSED LEGISLATION:

An act allowing vested members of the Highway Patrol Officers' Retirement System to qualify, with certain restrictions, up to five years of out-of-state law enforcement employment as creditable service for the purpose of calculating retirement benefits.

ASSUMPTIONS:

- 1. A vested member of the Highway Patrol Officers' Retirement System (HWPORS) may qualify one year of out-of-state law enforcement employment for one year of creditable service under HWPORS up to a maximum of five more years of additional creditable service. This same member will be limited to purchasing a maximum of five years of military and out-of-state law enforcement service combined.
- 2. The inclusion of out-of-state law enforcement service into the calculation of creditable service under HWPORS will not impact the employee or employer contribution rate. All costs will be paid by the member purchasing the additional years of creditable service.
- 3. The executive budget recommendation for the Public Employees' Retirement Division of the Department of Administration is sufficient to absorb the increased workload caused by the proposed legislation.

FISCAL IMPACT:

None

DATE

ROD SUNDSTED, BUDGET DIRECTOR Office of Budget and Program Planning

SPONSOR

V

Fiscal Note for <u>SB0230</u>, as introduced.

SR 230

52nd Legislature

LC 1439/01

APPROVED BY COMMITTEE ON STATE ADMINISTRATION

ente BILL NO. 230 1 INTRODUCED BY SIGNIE Sw15900 2 Sort UDARY CLAINER GANIN 3

4 A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING VESTED MEMBERS OF THE HIGHWAY PATROL OFFICERS' RETIREMENT SYSTEM 5 TO 6 QUALIFY, WITH CERTAIN RESTRICTIONS, UP TO 5 YEARS OF 7 OUT-OF-STATE LAW ENFORCEMENT EMPLOYMENT AS SERVICE UNDER THE 8 HIGHWAY PATROL OFFICERS' RETIREMENT SYSTEM."

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 10

11 NEW SECTION. Section 1. Election to qualify law 12 enforcement service performed in another state. (1) Except as provided in subsections (4) through (6), a member with 5 13 14 years or more of creditable service in the highway patrol 15 officers' retirement system may qualify 1 year of 16 out-of-state law enforcement employment for each year of 17 creditable service under the highway patrol officers' 18 retirement system, up to a maximum of 5 years, provided that 19 he is not eligible to receive a retirement benefit for that 20 out-of-state law enforcement employment.

(2) To qualify this service, a member shall:

22 (a) at any time before his retirement, make a written 23 election with the board to qualify the service; and

24 (b) contribute to the retirement fund the actuarial 25 cost of granting the service in the highway patrol officers'



retirement system, as determined by the board, based on: 1 (i) his compensation for the 12 months immediately 2 preceding the date of his election to cover the service 3 under the highway patrol officers' retirement system; and 4 (ii) the total contribution rate in effect at the time 5 6 of purchase of service. (3) Contributions to qualify service under this section 7 may be made in a lump-sum payment or in installments as 8 9 agreed upon by the member and the board. 10 (4) Service qualified under this section may not be:

(a) credited in any other retirement system under Title 11 12 19: or

13 (b) used to qualify a member to purchase military 14 service under 19-6-304.

(5) Service qualified under this section may not be 15 used in calculating a member's retirement allowance unless 16 the last 5 years of creditable service were earned under the 17 highway patrol officers' retirement system. If a member's 18 19 qualified service may not be used in calculating his 20 retirement allowance, he may choose to receive a refund of the contributions made to qualify the service. 21

22 (6) The combined total service qualified under this section and military service qualified under 19-6-304 may 23 not exceed 5 years. 24

NEW SECTION. Section 2. Codification 25 instruction. SECOND READING

-2-

- 1 [Section 1] is intended to be codified as an integral part
- 2 of Title 19, chapter 6, part 3, and the provisions of Title
- 3 19, chapter 6, part 3, apply to [section 1].

-End-

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Strukeck BILL NO. 230 1 INTRODUCED BY BIAN Sw15900 2 Sort UIAN I Manuscher GANIA

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10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11 NEW SECTION. Section 1. Election to gualify law 12 enforcement service performed in another state. (1) Except 13 as provided in subsections (4) through (6), a member with 5 14 years or more of creditable service in the highway patrol 15 officers' retirement system may qualify 1 year of 16 out-of-state law enforcement employment for each year of 17 creditable service under the highway patrol officers' 18 retirement system, up to a maximum of 5 years, provided that 19 he is not eligible to receive a retirement benefit for that 20 out-of-state law enforcement employment.

(2) To qualify this service, a member shall:

22 (a) at any time before his retirement, make a written 23 election with the board to qualify the service; and

24 (b) contribute to the retirement fund the actuarial 25 cost of granting the service in the highway patrol officers'

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retirement system, as determined by the board, based on: 1 (i) his compensation for the 12 months immediately 2 preceding the date of his election to cover the service 3 under the highway patrol officers' retirement system; and 4 (ii) the total contribution rate in effect at the time 5 of purchase of service. 6 (3) Contributions to qualify service under this section 7 may be made in a lump-sum payment or in installments as 8 agreed upon by the member and the board. 9 (4) Service qualified under this section may not be: 10 (a) credited in any other retirement system under Title 11 12 19: or (b) used to qualify a member to purchase military 13 14 service under 19-6-304. (5) Service qualified under this section may not be 15 used in calculating a member's retirement allowance unless 16 the last 5 years of creditable service were earned under the 17 18 highway patrol officers' retirement system. If a member's qualified service may not be used in calculating his 19 retirement allowance, he may choose to receive a refund of 20 the contributions made to qualify the service. 21 (6) The combined total service qualified under this 22 section and military service qualified under 19-6-304 may 23

- not exceed 5 years. 24
- NEW SECTION. Section 2. Codification instruction. 25 THIRD READING

-2-S**R** -

- 1 [Section 1] is intended to be codified as an integral part
- 2 of Title 19, chapter 6, part 3, and the provisions of Title
- 3 19, chapter 6, part 3, apply to [section 1].
 - -End-

52nd Legislature

SB 0230/02

SB 0230/02

1	SENATE BILL NO. 230	1	cost of granting the service in the highway patrol officers'
2	INTRODUCED BY BLAYLOCK, CLARK, SWYSGOOD, SOUTHWORTH,	2	retirement system, as determined by the board, based on:
3	WANZENRIED, GALVIN	3	(i) his compensation for the 12 months immediately
4		4	preceding the date of his election to cover the service
5	A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING VESTED MEMBERS	5	under the highway patrol officers' retirement system; and
6	OF THE HIGHWAY PATROL OFFICERS' RETIREMENT SYSTEM TO	6	(ii) the total contribution rate in effect at the time
7	QUALIFY, WITH CERTAIN RESTRICTIONS, UP TO 5 YEARS OF	7	of purchase of service.
8	OUT-OF-STATE LAW ENFORCEMENT EMPLOYMENT AS SERVICE UNDER THE	8	(3) Contributions to qualify service under this section
9	HIGHWAY PATROL OFFICERS' RETIREMENT SYSTEM."	9	may be made in a lump-sum payment or in installments as
10		10	agreed upon by the member and the board.
11	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	11	(4) Service qualified under this section may not be:
12	NEW SECTION. Section 1. Election to qualify law	12	(a) credited in any other retirement system under Title
13	enforcement service performed in another state. (1) Except	13	19; or
14	as provided in subsections (4) through (6), a member with 5	14	(b) used to qualify a member to purchase military
15	years or more of creditable service in the highway patrol	15	service under 19-6-304.
16	officers' retirement system may qualify 1 year of	16	(5) Service qualified under this section may not be
17	out-of-state law enforcement employment for each year of	17	used in calculating a member's retirement allowance unless
18	creditable service under the highway patrol officers'	18	the last 5 years of creditable service were earned under the
19	retirement system, up to a maximum of 5 years, provided that	19	highway patrol officers' retirement system. If a member's
20	he is not eligible to receive a retirement benefit for that	20	qualified service may not be used in calculating his
21	out-of-state law enforcement employment.	21	retirement allowance, he may choose to receive a refund of
22	(2) To qualify this service, a member shall:	22	the contributions made to qualify the service.
23	(a) at any time before his retirement, make a written	23	(6) The combined total service qualified under this
24	election with the board to qualify the service; and	24	section and military service qualified under 19-6-304 may
25	(b) contribute to the retirement fund the actuarial	25	not exceed 5 years.
	A		-2- SB 230

REFERENCE BILL

SB 0230/02

- 1 <u>NEW SECTION.</u> Section 2. Codification instruction.
- 2 [Section 1] is intended to be codified as an integral part
- 3 of Title 19, chapter 6, part 3, and the provisions of Title
- 4 19, chapter 6, part 3, apply to [section 1].

-End-