

STATE OF NEW YORK

10485

IN ASSEMBLY

April 30, 2018

Introduced by M. of A. MONTESANO -- read once and referred to the Committee on Governmental Employees

AN ACT to amend the retirement and social security law, in relation to the retirement payable to any sheriff, deputy sheriff, undersheriff or correction officer injured on the job

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Subdivision a of section 607-c of the retirement and social security law, as added by chapter 639 of the laws of 1999, is amended to read as follows:

a. ~~[Any]~~ Notwithstanding any other provision of law to the contrary, any sheriff, deputy sheriff, undersheriff or correction officer as defined in subdivision a of section sixty-three-b of this chapter, and who are employed in a county which makes an election pursuant to subdivision d of such section sixty-three-b~~[, who becomes physically or mentally incapacitated for the performance of duties as the natural and proximate result of an injury, sustained in the performance or discharge of his or her duties by, or as the natural and proximate result of any act of any inmate or any person confined in an institution under the jurisdiction of such county, shall be paid a performance of duty disability retirement allowance equal to that which is provided in section sixty-three of this chapter, subject to the provisions of section sixty-four of this chapter]~~ shall be paid a performance of duty disability retirement allowance equal to that which is provided in section sixty-three of this chapter, subject to the provisions of section sixty-four of this chapter. Provided, however, such individual shall have become physically or mentally incapacitated during the performance of duties, and the performance of such duties was the natural and proximate cause of such injury. This subdivision shall also apply to any sheriff, deputy sheriff, undersheriff or correction officer who becomes physically or mentally incapacitated during the performance of duties when such physical or mental incapacitation was the result of any act of any inmate or any person confined in an institution under the jurisdiction of such county.

§ 2. Subdivision f of section 558 of the retirement and social security law, as added by chapter 165 of the laws of 1995, is amended to read as follows:

EXPLANATION--Matter in italics (underscored) is new; matter in brackets ~~[-]~~ is old law to be omitted.

LBD05685-06-8

1 f. The retirement allowance payable upon retirement for disability
2 incurred in the performance of duty shall consist of a pension of [~~one-~~
3 ~~half~~] three-quarters of his or her final average salary plus an annuity,
4 subject to section sixty-four of this chapter, which shall be the actu-
5 arial equivalent of the member's accumulated contributions, if any.

6 § 3. This act shall take effect immediately.

FISCAL NOTE.--Pursuant to Legislative Law, Section 50:

This bill would allow any sheriff, deputy sheriff, undersheriff or correction officer who is currently covered under the provisions of Section 607-c of the Retirement and Social Security Law (RSSL) who is disabled in the performance of duty to receive a performance of duty disability benefit of 75% of final average salary, less worker's compensation. This bill would remove the requirement that such disability is the result of an act of an inmate.

This bill would also allow any sheriff, deputy sheriff or undersheriff who is currently covered under the provisions of Article 14-B of the RSSL who is disabled in the performance of duty to receive a benefit of 75% of final average salary, less worker's compensation. Current law provides a performance of duty disability benefit of 50% of final average salary.

If this bill is enacted, there will be an increase in the annual contributions for the fiscal year ending March 31, 2019 which would depend on the retirement plan coverage of affected members. The annual increase in contributions for members covered under Article 14-B would be approximately 0.7% of affected payroll. The annual increase in contributions for members who are not covered under Article 14-B and whose employer has elected to provide the benefits of Section 607-c would be approximately 3.9% of affected payroll.

In addition to the annual costs above, there will be an immediate one-time past service cost which we anticipate will be approximately 4.2% of the payroll of the affected members who are covered under Article 14-B, and approximately 24.7% of the payroll of the affected members who are not covered under Article 14-B and whose employers have elected to provide the benefits of Section 607-c. These costs would be paid by the employers that have already elected to provide the benefits of Section 607-c or Article 14-B.

Summary of relevant resources:

The membership data used in measuring the impact of the proposed change was the same as that used in the March 31, 2017 actuarial valuation. Distributions and other statistics can be found in the 2017 Report of the Actuary and the 2017 Comprehensive Annual Financial Report.

The actuarial assumptions and methods used are described in the 2015, 2016, and 2017 Annual Report to the Comptroller on Actuarial Assumptions, and the Codes Rules and Regulations of the State of New York: Audit and Control.

The Market Assets and GASB Disclosures are found in the March 31, 2017 New York State and Local Retirement System Financial Statements and Supplementary Information.

I am a member of the American Academy of Actuaries and meet the Qualification Standards to render the actuarial opinion contained herein.

This estimate, dated April 2, 2018, and intended for use only during the 2018 Legislative Session, is Fiscal Note No. 2018-82, prepared by the Actuary for the New York State and Local Retirement System.