STATE OF NEW YORK

6730--B

2021-2022 Regular Sessions

IN SENATE

May 13, 2021

Introduced by Sen. BOYLE -- read twice and ordered printed, and when printed to be committed to the Committee on Civil Service and Pensions -- committee discharged and said bill committed to the Committee on Rules -- ordered to a third reading, amended and ordered reprinted, retaining its place in the order of third reading -- recommitted to the Committee on Civil Service and Pensions in accordance with Senate Rule 6, sec. 8 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to authorize the widower of Jeannette M. Feminella to file a retirement option election form

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

Section 1. Notwithstanding any other provision of law to the contrary, Dominic J. Feminella, the widower of Jeannette M. Feminella, who was a member of the New York state teachers' retirement system and had filed for retirement effective June 17, 2016, who prior to her death on July 7, 2016, in the presence of a notary public, completed an election to change her originally executed retirement option with the New York state teachers' retirement system to the one hundred percent survivor, and who died before the changed election was received by the New York state teachers' retirement system on July 9, 2016, shall be authorized to file such option election form on behalf of his deceased wife to a one hundred percent survivor option, if within one year of the effective date of this act he shall file a request therefor with the head of the New York state teachers' retirement system. Such retirement option election shall be deemed to have become effective on June 17, 2016. All retirement benefits payable pursuant to the provisions of this act shall be paid to Dominic J. Feminella and shall be in lieu of any other retirement benefits payable; provided, however, if a retirement benefit was made payable prior to the effective date of this act, all monies paid shall be remitted to the retirement system. Upon enactment of this

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

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act, Dominic J. Feminella shall renounce all benefits to be paid under the originally executed retirement option effective June 17, 2016 and shall be deemed eligible for the survivor option as authorized by this act.

§ 2. This act shall take effect immediately.

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

This bill would allow Dominic J. Feminella, the widower of Jeannette M. Feminella who was a retired member of the New York State Teachers' Retirement System, to change her originally executed retirement option to the 100% joint and survivor option, designating him as the beneficiary. Ms. Feminella retired on June 17, 2016 and died on July 7, 2016, two days before her signed, notarized change of option election form was received by the Retirement System. Mr. Feminella must file a written request with the head of the New York State Teachers' Retirement System within one year of the effective date of this act. Such retirement option election shall be deemed to have become effective on June 17, 2016. All retirement benefits payable pursuant to the provisions of this act shall be paid to Mr. Feminella and shall be in lieu of any other retirement benefits payable. Any retirement benefit that was made prior to the effective date of this act will be paid back to the Retirement System. Upon enactment of this bill, Mr. Feminella shall renounce all benefits to be paid under the originally executed retirement option filed effective June 17, 2016 and shall be deemed eligible for the survivor option as authorized by this act.

The total cost of this benefit cannot be determined. If this bill is enacted the Retirement System will be providing a survivor benefit to Ms. Feminella's spouse. The ultimate cost of this benefit will be determined by how long Mr. Feminella lives. He is required to return any benefit already received. Allowing retired members to change their benefit option after retirement weakens the pooling of longevity risk and the pricing of the options and would potentially result in actuarial losses.

Member data is from the System's most recent actuarial valuation files, consisting of data provided by the employers to the Retirement System. Data distributions and statistics can be found in the System's Annual Report. System assets are as reported in the System's financial statements and can also be found in the System's Annual Report. Actuarial assumptions and methods are provided in the System's Actuarial Valuation Report and the 2021 Actuarial Assumptions Report.

The source of this estimate is Fiscal Note 2022-29 dated May 2, 2022 prepared by the Office of the Actuary of the New York State Teachers' Retirement System and is intended for use only during the 2022 Legislative Session. I, Richard A. Young, am the Chief Actuary for the New York State Teachers' Retirement System. I am a member of the American Academy of Actuaries and I meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion contained herein.