

# STATE OF NEW YORK

---

5289--B

2023-2024 Regular Sessions

## IN SENATE

March 1, 2023

---

Introduced by Sens. MAYER, ASHBY, COONEY, GALLIVAN, MATTERA, OBERACKER, ORTT, RHOADS, ROLISON, STEC, WALCZYK -- read twice and ordered printed, and when printed to be committed to the Committee on Civil Service and Pensions -- 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 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the retirement and social security law, in relation to the calculation of past service credit for members in the title of deputy sheriff transferring between the New York state and local employees' retirement system to the New York state and local police and fire retirement system

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

1 Section 1. Section 43 of the retirement and social security law is  
2 amended by adding a new subdivision m to read as follows:

3 m. 1. Notwithstanding any other law, rule or regulation to the contra-  
4 ry, any member in the title of deputy sheriff who provided police  
5 protection or correction officer service transferring from the New York  
6 state and local employees' retirement system to the New York state and  
7 local police and fire retirement system after the effective date of this  
8 subdivision and any member previously in the title of deputy sheriff who  
9 provided police protection or correction office service having made such  
10 transfer shall be entitled to a determination of the amount of service  
11 credit that is eligible on a twenty year or twenty-five year retirement  
12 plan if, within one year of the date on which such deputy sheriff first  
13 became a member of the New York state and local police and fire retire-  
14 ment system or within one year of the effective date of this subdivi-  
15 sion, such member elects to do so. If the member subsequently transfers  
16 back to the New York state and local employees' retirement system, the

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

LBD07037-09-4

1 full amount of service credit earned while in the title of deputy sher-  
2 iff who provided police protection or correction officer service shall  
3 be transferred back to the New York state and local employees' retire-  
4 ment system.

5 2. The calculation of the amount of such service credit for a member  
6 will be determined by multiplying the eligible service credited while in  
7 the title of deputy sheriff who provided police protection or correction  
8 officer service in the New York state and local employees' retirement  
9 system plan by a salary multiplier, reflecting the rate of salary in the  
10 New York state and local employees' retirement system plan relative to  
11 the rate of salary in the New York state and local police and fire  
12 retirement system plan, and a billing rate multiplier, reflecting the  
13 actuarial long-term average billing rate in the New York state and local  
14 employees' retirement system plan relative to the actuarial long-term  
15 average billing rate in the New York state and local police and fire  
16 retirement system plan. The determination of the salary multiplier and  
17 billing rate multiplier will be determined by the actuary of the New  
18 York state and local employees' retirement system and the New York state  
19 and local police and fire retirement system. The amount of such service  
20 credited to the member in the New York state and local police and fire  
21 retirement system plan shall not exceed the amount of service credited  
22 to the member while in the title of deputy sheriff who provided police  
23 protection or correction officer service in the New York state and local  
24 employees' retirement system plan.

25 § 2. Section 343 of the retirement and social security law is amended  
26 by adding a new subdivision i to read as follows:

27 i. 1. Notwithstanding any other law, rule or regulation to the contra-  
28 ry, any member in the title of deputy sheriff who provided police  
29 protection or correction officer service transferring from the New York  
30 state and local employees' retirement system to the New York state and  
31 local police and fire retirement system after the effective date of this  
32 subdivision and any member previously in the title of deputy sheriff who  
33 provided police protection or correction officer service having made  
34 such transfer shall be entitled to a determination of the amount of  
35 service credit that is eligible on a twenty year or twenty-five year  
36 retirement plan if, within one year of the date on which such deputy  
37 sheriff first became a member of the New York state and local police and  
38 fire retirement system or within one year of the effective date of this  
39 subdivision, such member elects to do so. If the member subsequently  
40 transfers back to the New York state and local employees' retirement  
41 system, the full amount of service credit earned while in the title of  
42 deputy sheriff who provided police protection or correction officer  
43 service shall be transferred back to the New York state and local  
44 employees' retirement system.

45 2. The calculation of the amount of such service credit for a member  
46 will be determined by multiplying the eligible service credited while in  
47 the title of deputy sheriff who provided police protection or correction  
48 officer service in the New York state and local employees' retirement  
49 system plan by a salary multiplier, reflecting the rate of salary in the  
50 New York state and local employees' retirement system plan relative to  
51 the rate of salary in the New York state and local police and fire  
52 retirement system plan, and a billing rate multiplier, reflecting the  
53 actuarial long-term average billing rate in the New York state and local  
54 employees' retirement system plan relative to the actuarial long-term  
55 average billing rate in the New York state and local police and fire  
56 retirement system plan. The determination of the salary multiplier and

billing rate multiplier will be determined by the actuary of the New York state and local employees' retirement system and the New York state and local police and fire retirement system. The amount of such service credited to the member in the New York state and local police and fire retirement system plan shall not exceed the amount of service credited to the member while in the title of deputy sheriff who provided police protection or correction officer service in the New York state and local employees' retirement system plan.

3. If such member subsequently retires on an age based retirement plan in the New York state and local police and fire retirement system instead of a twenty year or twenty-five year plan, the full amount of service credit earned while in the title of deputy sheriff shall be granted.

4. No member who receives service credit pursuant to this subdivision shall be eligible to receive additional service credit pursuant to subdivision b of section three hundred eighty-four-e of this article if such deputy sheriff's employer has elected to provide such service credit.

§ 3. This act shall take effect on the sixtieth day after it shall have become a law.

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

This bill would expand the definition of creditable service under twenty-year and twenty-five year retirement plans in the New York State and Local Police and Fire Retirement System (NYSLPFRS) to include service credit earned in the New York State and Local Employees' Retirement System (NYSLERS) for those individuals previously employed in the title of Deputy Sheriff and who provided police protection or correction officer service. To be eligible, an individual must be a member of the NYSLPFRS and must elect to transfer the NYSLERS service credit to the NYSLPFRS within twelve months of first joining the NYSLPFRS, or within twelve months of the effective date of this bill, whichever is later. The amount of service credit granted in the NYSLPFRS will be calculated by the Actuary of the New York State and Local Retirement System based on deputy sheriff service credited and the rate of salary earned in the NYSLERS and will not exceed the service credited under the NYSLERS plan.

Insofar as this bill affects the NYSLPFRS, if enacted during the 2024 Legislative Session, it is estimated that the past service cost will average approximately 21 percent of an affected member's compensation for each year of additional service credit that is granted.

All costs will be shared by the State of New York and the local participating employers in the NYSLPFRS.

Summary of relevant resources:

Membership data as of March 31, 2023 was used in measuring the impact of the proposed change, the same data used in the April 1, 2023 actuarial valuation. Distributions and other statistics can be found in the 2023 Report of the Actuary and the 2023 Annual Comprehensive Financial Report.

The actuarial assumptions and methods used are described in the 2023 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, 2023 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 fiscal note does not constitute a legal opinion on the viability of the proposed change nor is it intended to serve as a substitute for the professional judgment of an attorney.

This estimate, dated April 12, 2024, and intended for use only during the 2024 Legislative Session, is Fiscal Note No. 2024-155, prepared by the Actuary for the New York State and Local Retirement System.