

# STATE OF NEW YORK

9837

## IN ASSEMBLY

April 11, 2024

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

AN ACT to amend the retirement and social security law, in relation to prior police service with an accredited police agency outside of the state of New York

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

1 Section 1. Subdivision c of section 381-b of the retirement and social  
2 security law is amended by adding a new paragraph 3 to read as follows:

3 (3) (i) Prior police service with an accredited police agency outside  
4 of the state of New York. A member, upon application to the retirement  
5 system, may obtain a total of up to three years of service credit for  
6 prior police service performed as a paid police officer within the  
7 United States but outside of the state, provided such service was  
8 performed with an accredited police agency. To obtain such credit, a  
9 member shall pay the retirement system, for deposit in the fund used to  
10 accumulate employer contributions, a sum equal to the product of the  
11 number of years being claimed and the applicable contribution rate of  
12 such member's current tier status earned during the twelve months of  
13 credited service immediately preceding the date that the member made  
14 application for credit pursuant to this paragraph. To be eligible to  
15 receive prior service credit under this paragraph, a member shall make  
16 application prior to the effective date of such member's retirement.

17 (ii) A member shall have at least five years of credited service (not  
18 including service granted hereunder) to be eligible to receive credit  
19 under this paragraph.

20 § 2. This act shall take effect on the one hundred twentieth day after  
21 it shall have become a law. Effective immediately, the addition, amend-  
22 ment and/or repeal of any rule or regulation necessary for the implemen-  
23 tation of this act on its effective date are authorized to be made and  
24 completed on or before such effective date.

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

This bill would allow any member of the New York State Division of State Police to be eligible for up to three years of service credit with

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

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the New York State and Local Police and Fire Retirement System (NYSLPFRS) for paid employment as a police officer with an "accredited police agency" in another state.

Except for military service, current law only allows for crediting prior service for periods of paid employment with a participating employer in a New York State public retirement system.

If this bill is enacted during the 2024 legislative session, it is estimated that the past service cost will average approximately 30% of an affected member's most recent 12 months of compensation for each year of additional service that is credited. This cost will be reduced by any contributions required to be paid by the member, which are estimated to be 3% for Tier 5 members and 6% for Tier 6 members. All remaining costs will be billed to the State of New York annually, based on those benefiting from this provision.

Further, we anticipate significant administrative costs to implement the provisions of this legislation.

The exact number of current members as well as future members who could be affected by this legislation cannot be readily determined.

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 4, 2024, and intended for use only during the 2024 Legislative Session, is Fiscal Note No. 2024-150, prepared by the Actuary for the New York State and Local Retirement System.