- 1 SB89
- 2 216094-1
- 3 By Senator Beasley
- 4 RFD: Finance and Taxation General Fund
- 5 First Read: 13-JAN-22

216094-1:n:01/06/2022:CNB/cr LSA2021-2333 1 2 3 4 5 6 7 Under existing law, for purposes of state 8 SYNOPSIS: retirement benefits, a K9 police officer employed 9 10 by the Department of Corrections is not considered 11 a state police officer. 12 Under existing law, a state police officer 13 receives a larger state employee retirement 14 benefit. 15 This bill would classify a K9 officer as a 16 state police officer. 17 This bill would apply to any K9 officer who 18 retired on or after January 1, 2022. 19 20 A BTLL 21 TO BE ENTITLED 22 AN ACT 23 24 Relating to state employees' retirement; to amend 25 Section 36-27-1, Code of Alabama 1975, to classify a K9 26 officer as a state police officer; and to provide for retroactive effect. 27

1 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. Section 36-27-1, Code of Alabama 1975, is amended to read as follows:

4 "\$36-27-1.

5 "When used in this article, the following terms 6 shall have the following meanings, respectively, unless the 7 context clearly indicates otherwise:

8 "(1) RETIREMENT SYSTEM. The Employees' Retirement
9 System of Alabama as defined in Section 36-27-2.

"(2) EMPLOYEE. Any regular employee of the State of

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Alabama whose salary is paid by state warrant by the state, 11 except a member of the Legislature of the state, a person who 12 13 is covered or eligible to be covered under the Teachers' 14 Retirement System of Alabama or any other retirement system to 15 which contributions are made by the state, an elective official of the state government, and a temporary employee or 16 17 person engaged under retainer or special agreement. In all 18 cases of doubt the Board of Control shall determine who is an employee within the meaning of this article. The term shall 19 20 include any regular employee of the Alabama state hospitals 21 and Partlow State School and Hospital and the Alabama State 22 Port Authority, however paid.

"(3) EMPLOYER. The State of Alabama or any
department, commission, institution, or any other agency of
and within the state by which an employee is paid, including
employers as provided in Section 36-27-6.

"(4) MEMBER. Any employee included in the membership
 of the system as provided in Section 36-27-4.

3 "(5) BOARD OF CONTROL. The board provided for in
4 Section 36-27-23 to administer the retirement system.

5 "(6) MEDICAL BOARD. The board of physicians provided 6 for in Section 36-27-23.

7 "(7) SERVICE. Service as an employee paid for by an
8 employer.

9 "(8) PRIOR SERVICE. Service rendered prior to the 10 date of establishment of the retirement system for which 11 credit is allowable under Section 36-27-11.

12 "(9) MEMBERSHIP SERVICE. Service as an employee 13 rendered while a member of the retirement system and on 14 account of which contributions are made.

15 "(10) CREDITABLE SERVICE. "Prior service" plus
16 "membership service" rendered since last becoming a member.

17 "(11) BENEFICIARY. Any person in receipt of a 18 pension, an annuity, a retirement allowance, or other benefit 19 as provided by this article.

20 "(12) REGULAR INTEREST. Interest compounded annually 21 at the rate determined by the Board of Control in accordance 22 with subsection (f) of Section 36-27-25.

"(13) ACCUMULATED CONTRIBUTIONS. The sum of all the amounts deducted from the compensation of a member credited to his or her individual account in the Annuity Savings Fund, together with regular interest thereon, as provided in Section 36-27-24.

"(14) EARNABLE COMPENSATION. The full rate of 1 2 compensation that would be payable to an employee if he or she worked the full normal work-time. In cases where compensation 3 includes maintenance, the Board of Control shall fix the value 4 5 of that part of the compensation not paid in money. Earnable 6 compensation shall not exceed the limitations imposed by 7 Section 401(a)(17) of the Internal Revenue Code for public 8 pension funds, except that any employee who was a member of 9 the Employees' Retirement System before the first plan year 10 beginning after December 31, 1995, shall not be subject to the earning limitations set forth in Section 401(a)(17). For Tier 11 12 I plan members, the term earnable compensation for retirement 13 purposes shall not include subsistence payments that are made 14 to a member and shall include overtime payments that are made 15 to a member; however, earnable compensation shall not exceed 16 120 percent of any members' annual base compensation as 17 certified by the employer. For Tier II plan members, earnable 18 compensation shall include overtime payments that are made to the member but shall not include subsistence payments that are 19 20 made to the member and shall not exceed one hundred 21 twenty-five percent (125%) of the member's annual base 22 compensation, as certified by the employer.

"(15) AVERAGE FINAL COMPENSATION. For any Tier I
plan member, the average annual compensation of the member,
with respect to which he or she had made contributions
pursuant to subsection (b) of Section 36-27-24 during the
three years, in his or her last 10 years of creditable service

for which the average is highest or during his or her entire 1 2 period of creditable service if less than three years; except, that for any period prior to November 1, 1959, the 3 compensation used in computing the average shall include 4 5 compensation in excess of the maximum amount with respect to 6 which members were required to contribute. For any Tier II 7 plan member, the average annual compensation of the member, with respect to which he or she has made contributions 8 pursuant to subsection (b) of Section 36-27-24 during the five 9 10 years, in his or her last ten years of creditable service for which the average is highest or during his or her entire 11 period of creditable service if less than five years. 12

"(16) ANNUITY. Payments for life derived from the accumulated contributions" of a member. All annuities shall be payable in equal monthly installments.

16 "(17) PENSION. Payments for life derived from money 17 provided by the employer. All pensions shall be payable in 18 equal monthly installments.

19 "(18) RETIREMENT ALLOWANCE. The sum of the "annuity" 20 and the "pension."

21 "(19) RETIREMENT. Withdrawal from active service 22 with a retirement allowance or optional benefit in lieu 23 thereof granted under this article.

"(20) ANNUITY RESERVE. The present value of all
payments to be made on account of any annuity or benefit in
lieu of any annuity computed upon the basis of the mortality
tables adopted by the Board of Control and regular interest.

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"(21) PENSION RESERVE. The present value of all
payments to be made on account of any pension or benefit in
lieu of any pension computed upon the basis of the mortality
tables adopted by the Board of Control and regular interest.

5 "(22) ACTUARIAL EQUIVALENT. A benefit of equal value 6 when computed upon the basis of the mortality tables adopted 7 by the Board of Control and regular interest.

"(23) STATE POLICEMAN. An employee in the classified 8 9 service under the Merit System Act approved by the State 10 Personnel Board to perform the duties of highway patrolman or, a beverage control agent, or a crime investigator. The term 11 12 includes any employee hired by the Alabama State Law 13 Enforcement Agency after January 1, 2015, who is certified by the Alabama Peace Officers' Standards and Training Commission 14 and performs law enforcement duties. Such an An employee of 15 16 the Alabama State Law Enforcement Agency shall pay the same 17 employee contribution rate as and receive the same benefits as 18 Tier II law enforcement officers, as defined by Section 36-27-59 (a) (3). The term shall not include a member employed 19 20 as a policeman under Section 36-27-6. Effective for anyone 21 retired on or after January 1, 2022, the term also includes an employee of the Alabama Department of Corrections who performs 22 23 the duties of a K9 officer.

24 "(24) TIER I PLAN. The defined benefit pension plan
25 provided by the Retirement System to Tier I plan members.

"(25) TIER II PLAN. The defined benefit pension plan
provided by the Retirement System to Tier II plan members.

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"(26) TIER I PLAN MEMBER. Any member of the
 Retirement System who had service for which he or she received
 credit in the Employees' Retirement System or in the Teachers'
 Retirement System prior to January 1, 2013.

5 "(27) TIER II PLAN MEMBER. Any member of the 6 Retirement System who first began eligible employment with an 7 Employees' Retirement System or a Teachers' Retirement System 8 participating employer on or after January 1, 2013, and who 9 had no eligible service in the Employees' Retirement System or 10 the Teachers' Retirement System prior to January 1, 2013."

11 Section 2. This act shall become effective 12 immediately following its passage and approval by the 13 Governor, or its otherwise becoming law.