



COUNTY COUNCIL OF ANNE ARUNDEL COUNTY, MARYLAND

Legislative Session 2023, Legislative Day No. 22

Bill No. 93-23

Introduced by Ms. Pickard, Chair (by request of the County Executive)

By the County Council, December 18, 2023

Introduced and first read on December 18, 2023
Public Hearing set for and held on January 16, 2024
Public Hearing on AMENDED bill set for and held on February 5, 2024
Public Hearing on SECOND AMENDED bill set for and held on February 20, 2024
Bill AMENDED and PASSED on February 20, 2024
Bill Expires March 22, 2024

By Order: Laura Corby, Administrative Officer

A BILL ENTITLED

AN ORDINANCE concerning: Pensions - Participation - Transferred Service -1 Employees' Retirement Plan - Fire Service Retirement Plan - Police Service 2 3 Retirement Plan 4 5 FOR the purpose of allowing participants in the Fire Service Retirement Plan and Police Service Retirement Plan hired after a certain date to purchase service credit for prior 6 7 participation in certain other plans; establishing the conditions for and methods of purchasing service credits; providing for the calculation and applicability of purchased 8 service credits; adding employees of the Resilience Authority of Annapolis and Anne 9 Arundel County as participants in the Employees' Retirement Plan; adding employees 10 in certain job classifications as participants in the Fire Service Retirement Plan; 11 allowing participants in the Fire Service Retirement Plan and Police Service Retirement 12 Plan who terminate employment for less than 12 months to return to participate in the 13 plan under certain conditions; providing for the calculation and repayment of 14 contributions to reenter the plan; and generally relating to pensions. 15 16 BY renumbering: § 5-3-103(a)(6) through (8), to be 5-3-103(a)(7) through (9), respectively 17 Anne Arundel County Code (2005, as amended) 18

EXPLANATION: CAPITALS indicate new matter added to existing law.

[[Brackets]] indicate matter deleted from existing law.

Captions and taglines in **bold** in this bill are catchwords and are not law. Asterisks *** indicate existing Code provisions in a list or chart that remain unchanged.

<u>Underlining</u> indicates matter added to bill by amendment. <u>Strikeover</u> indicates matter removed from bill by amendment.

_	ll No. 93-23 age No. 2
B	Y adding: §§ 5-1-212; and § 5-3-103(a)(6) Anne Arundel County Code (2005, as amended)
B	Y repealing and reenacting, with amendments: §§ 5-3-301(c); 5-3-307(c); 5-4-102; 5-4-201; and 5-5-201
	Anne Arundel County Code (2005, as amended)
	SECTION 1. <i>Be it enacted by the County Council of Anne Arundel County, Maryland</i> , nat § 5-3-103(a)(6) through (8), respectively, of the Anne Arundel County Code (2005, amended) is hereby renumbered to be § 5-3-103(a)(7) through (9), respectively.
C	SECTION 2. And be it further enacted, That Section(s) of the Anne Arundel County ode (2005, as amended) read as follows:
	ARTICLE 5. PENSIONS
	TITLE 1. GENERAL PROVISIONS
	1-212. Purchased service credits - Fire Service Retirement Plan and Police Service etirement Plan.
EI	(A) Conditions for purchasing service credits. PARTICIPANTS IN THE FIRE SERVICE ETIREMENT PLAN AND THE POLICE SERVICE RETIREMENT PLAN HIRED ON OR AFTER THE FECTIVE DATE OF BILL NO. 93-23 MAY PURCHASE SERVICE CREDITS FROM PRIOR APLOYMENT IF:
	(1) THE SERVICE CREDITS ARE FROM THE LAST EMPLOYER PRIOR TO THE COUNTY;
 30	(2) ANY BREAK IN SERVICE WITH THE LAST PRIOR EMPLOYER DOES NOT EXCEED DAYS;
RI	(3) THE PARTICIPANT PARTICIPATED IN A FIRE OR POLICE DEFINED BENEFIT ETIREMENT PLAN WITH THE LAST PRIOR EMPLOYER; AND
SU	(4) THE LAST PRIOR EMPLOYER WAS THE STATE OF MARYLAND OR A POLITICAL IBDIVISION OF THE STATE OF MARYLAND.
	(B) Methods of purchasing service credits.
P/ P/	(1) THE PARTICIPANT MAY PURCHASE SERVICE CREDITS FOR UP TO FIVE YEARS OF SERVICE AT THE RATE OF THREE TIMES THE CONTRIBUTION RATE FOR THE ARTICIPANT'S COUNTY FIRE OR POLICE PLAN, AS APPLICABLE, MULTIPLIED BY THE ARTICIPANT'S ANNUAL BASIC PAY AT THE TIME OF HIRE MULTIPLIED BY THE NUMBER YEARS OF SERVICE CREDITS TO BE PURCHASED.
	(2) THE PARTICIPANT MUST REQUEST TO PURCHASE THE PRIOR SERVICE CREDITS ITHIN 45 DAYS OF THE DATE OF HIRE, AND THE REQUEST MUST BE APPROVED BY THE RESONNEL OFFICER.
	(3) AT THE ELECTION OF THE PARTICIPANT, THE AMOUNT CALCULATED UNDER
RI	RAGRAPH (1) MAY BE PAID: IN A LUMP SUM WITHIN 90 DAYS OF THE APPROVAL OF THE EQUEST TO PURCHASE PRIOR SERVICE CREDITS; THROUGH BI WEEKLY AFTER TAX AYROLL DEDUCTIONS OVER A PERIOD OF UP TO THREE YEARS; OR THROUGH A
	OMBINATION OF A PARTIAL LUMP SUM PAYMENT MADE WITHIN 90 DAYS OF THE

	1 age 110. 5
1 2 3	APPROVAL OF THE REQUEST TO PURCHASE PRIOR SERVICE CREDITS AND PAYROLL DEDUCTIONS, AS APPROVED BY THE PERSONNEL OFFICER.
4 5 6	(4) PAYMENTS TOWARD PRIOR SERVICE CREDITS SHALL BE TREATED AS EMPLOYEE CONTRIBUTIONS TO THE PLAN.
7	— (C) Effect of purchased service credits.
8 9 10 11 12	(1) PRIOR SERVICE CREDITS ARE NOT ACTUAL PLAN SERVICE OR TRANSFERRED SERVICE AND ARE NOT USED TO CALCULATE A PARTICIPANT'S VESTING IN A PLAN OR RETIREMENT DATE.
13 14 15	(2) PRIOR SERVICE CREDITS ARE CALCULATED AS AN ADDITIONAL RETIREMENT BENEFIT AT THE RATE OF 2% PER YEAR EVEN IF THE RESULTING PENSION BENEFIT EXCEEDS 70% OF THE FINAL AVERAGE BASIC PAY.
16 17	TITLE 3. EMPLOYEES' RETIREMENT PLAN
18 19	5-3-103. Participants.
20	5-5-105. I al ticipantis.
21	(a) Generally. The participants in the plan are the following permanent full-time and
22	permanent part-time employees who work at least 50% of the amount of time specified for
23	the position:
24	
25	(6) EMPLOYEES OF THE RESILIENCE AUTHORITY OF ANNAPOLIS AND ANNE
26	ARUNDEL COUNTY, INC.;
27	5.2.201 Vestings termination of gameios before retirement
28 29	5-3-301. Vesting; termination of service before retirement.
30	(c) Termination of service before normal retirement date.
31	(c) Termination of service before normal retirement date.
32	(1) A participant who vests and who terminates service before THE PARTICIPANT'S
33	NORMAL retirement DATE, AS CALCULATED UNDER § 5-3-302(A), must leave any
34	accumulated contributions in the pension fund to become a terminated vested participant
35	and to be eligible to receive retirement benefits.
36	
37	(2) A PARTICIPANT WHO VESTS AND WHO TERMINATES SERVICE BEFORE THE
38	PARTICIPANT'S NORMAL RETIREMENT DATE, AS CALCULATED UNDER § 5-3-302(A), BUT
39 40	AFTER THE PARTICIPANT'S EARLY RETIREMENT DATE, AS CALCULATED UNDER § 5-3-302(B), MAY RETIRE ON AN EARLY RETIREMENT DATE AND RECEIVE AN ANNUAL PENSION
41	AS CALCULATED UNDER § 5-3-304, OR MAY BECOME A TERMINATED VESTED PARTICIPANT
42	UNDER PARAGRAPH (1).
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44	5-3-307. Disability pension.
45	
46	(c) Service-connected disability retirement pension. A participant [[who is not
47	eligible to retire on a normal retirement pension]] may be retired by the Personnel Officer
48	on a service-connected disability retirement pension beginning on the date the following
49	conditions are met:
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TITLE 4. FIRE SERVICE RETIREMENT PLAN 5-4-102. Participants. The participants in the plan are the following paid employees of the County who are making contributions to the plan and are classified as: (1) Fire Fighter II; (2) Fire Fighter III; (3) Fire Fighter/Cardiac Rescue Technician; (4) Fire Fighter/Emergency Medical Technician-Paramedic; (5) Fire Lieutenant; (6) FIRE LIEUTENANT/EMERGENCY MEDICAL TECHNICIAN – PARAMEDIC; [[(6)]] (7) Fire Captain; (8) FIRE CAPTAIN/EMERGENCY MEDICAL TECHNICIAN - PARAMEDIC: [[(7)]] (9) Fire Battalion Chief; (10) FIRE BATTALION CHIEF/EMERGENCY MEDICAL TECHNICIAN – PARAMEDIC; [[(8)]] (11) Fire Division Chief; [[(9)]] (12) Deputy Fire Chief; [[(10)]] (13) by election, Assistant Fire Chief; and [[(11)]] (14) by election, the Fire Chief. 5-4-201. Termination of service before retirement. (A) Refund of contributions. [[A]] EXCEPT AS PROVIDED IN SUBSECTION (B), A participant whose employment is terminated before the participant becomes eligible for a retirement benefit is entitled to receive a refund of accumulated contributions[[. The]], AND THE refund shall be instead of other rights and benefits of the participant under this title. (B) Reemployment less than 12 months after termination. 4 A PARTICIPANT WHO TERMINATES EMPLOYMENT BEFORE THE PARTICIPANT'S NORMAL RETIREMENT DATE MAY RETURN TO PARTICIPATION IN THE PLAN AND BE ENTITLED TO THE RIGHTS AND BENEFITS OF A PARTICIPANT UNDER THIS TITLE.

INCLUDING CREDIT FOR YEARS OF SERVICE PRIOR TO TERMINATION, IF:

1 (+) (1) THE FORMER PARTICIPANT IS REEMPLOYED IN A CLASSIFICATION THAT
2 IS ELIGIBLE TO PARTICIPATE IN THE PLAN LESS THAN 12 MONTHS FROM THE DATE OF
3 TERMINATION; AND
4
5 (II) 1. (2) (I) IF THE FORMER PARTICIPANT TERMINATED EMPLOYMENT AND
6 WAS REEMPLOYED ON OR AFTER THE EFFECTIVE DATE OF BILL NO. 93-23, THE FORMER

2. (II) IF THE FORMER PARTICIPANT TERMINATED EMPLOYMENT AND WAS REEMPLOYED AFTER JANUARY 1, 2014, AND PRIOR TO THE EFFECTIVE DATE OF BILL NO. 93-23, THE FORMER PARTICIPANT REPAYS THE ACTUARIALLY EQUIVALENT AMOUNT OF THE REFUNDED CONTRIBUTIONS RECEIVED WHEN EMPLOYMENT WAS TERMINATED, AT THE ELECTION OF THE FORMER PARTICIPANT: IN A LUMP SUM WITHIN 60 DAYS OF THE EFFECTIVE DATE OF BILL NO. 93-23; OR, AT THE ELECTION OF THE FORMER PARTICIPANT, THROUGH BI-WEEKLY AFTER-TAX PAYROLL DEDUCTIONS OVER A PERIOD OF UP TO THREE YEARS; OR THROUGH A COMBINATION OF A PARTIAL LUMP SUM PAYMENT WITHIN 60 DAYS OF THE EFFECTIVE DATE OF BILL NO. 93-23 AND PAYROLL DEDUCTIONS, AS APPROVED BY THE PERSONNEL OFFICER.

PARTICIPANT REPAYS THE REFUND OF ACCUMULATED CONTRIBUTIONS UNDER

TITLE 5. POLICE SERVICE RETIREMENT PLAN

5-5-201. Termination of service before retirement.

SUBSECTION (A) WITHIN 30 DAYS OF REEMPLOYMENT; OR

(A) **Refund of contributions.** [[A]] EXCEPT AS PROVIDED IN SUBSECTION (B), A participant whose employment is terminated before the participant becomes eligible for a retirement benefit is entitled to receive a refund of accumulated contributions[[. The]], AND THE refund shall be instead of other rights and benefits of the participant under this title.

(B) Reemployment less than 12 months after termination.

(4) A PARTICIPANT WHO TERMINATES EMPLOYMENT BEFORE THE PARTICIPANT'S NORMAL RETIREMENT DATE MAY RETURN TO PARTICIPATION IN THE PLAN AND BE ENTITLED TO THE RIGHTS AND BENEFITS OF A PARTICIPANT UNDER THIS TITLE, INCLUDING CREDIT FOR YEARS OF SERVICE PRIOR TO TERMINATION, IF:

 $(\hbox{H\!I})$ -1. (2) $(\hbox{I\!I})$ IF THE FORMER PARTICIPANT TERMINATED EMPLOYMENT AND WAS REEMPLOYED ON OR AFTER THE EFFECTIVE DATE OF BILL NO. 93-23, THE FORMER PARTICIPANT REPAYS THE REFUND OF ACCUMULATED CONTRIBUTIONS UNDER SUBSECTION (A) WITHIN 30 DAYS OF REEMPLOYMENT; OR

 2- (II) IF THE FORMER PARTICIPANT TERMINATED EMPLOYMENT AND WAS REEMPLOYED AFTER JANUARY 1, 2014, AND PRIOR TO THE EFFECTIVE DATE OF BILL NO. 93-23, THE FORMER PARTICIPANT REPAYS THE ACTUARIALLY EQUIVALENT AMOUNT OF THE REFUNDED CONTRIBUTIONS RECEIVED WHEN EMPLOYMENT WAS TERMINATED, AT THE ELECTION OF THE FORMER PARTICIPANT: IN A LUMP SUM WITHIN 60 DAYS OF THE EFFECTIVE DATE OF BILL NO. 93-23; OR, AT THE ELECTION OF THE FORMER PARTICIPANT, THROUGH BI-WEEKLY AFTER-TAX PAYROLL DEDUCTIONS OVER A PERIOD OF UP TO THREE YEARS; OR THROUGH A COMBINATION OF A PARTIAL LUMP SUM PAYMENT WITHIN 60 DAYS OF THE EFFECTIVE DATE OF BILL NO. 93-23 AND PAYROLL DEDUCTIONS, AS APPROVED BY THE PERSONNEL OFFICER.

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SECTION 3. And be it further enacted, That all references in this Ordinance to "the effective date of Bill No. 93-23", or words to that that effect, shall, upon codification, be replaced with the actual date on which this Ordinance takes effect under Section 307 of the County Charter as certified by the Administrative Officer to the County Council.

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SECTION 4. And be it further enacted, That this Ordinance shall take effect 45 days from the date it becomes law.

AMENDMENTS ADOPTED: January 16 and February 5 and 20, 2024

READ AND PASSED this 20th day of February, 2024

By Order:

Administrative Officer

PRESENTED to the County Executive for his approval this 22nd day of February, 2024

Laura Corby *O*Administrative Officer

APPROVED AND ENACTED this 28th day of February, 2024

Steuart Pittman
County Executive

EFFECTIVE DATE: April 13, 2024

I HEREBY CERTIFY THAT THIS IS A TRUE AND CORRECT COPY OF BILL NO. 93-23 THE ORIGINAL OF WHICH IS RETAINED IN THE FILES OF THE COUNTY COUNCIL.

Laura Corby

Administrative Officer