## CITY OF BALTIMORE COUNCIL BILL 07-0609 (First Reader)

Introduced by: Councilmember Reisinger Introduced and read first time: February 26, 2007 Assigned to: Taxation and Finance Committee REFERRED TO THE FOLLOWING AGENCIES: City Solicitor, Department of Finance, Fire and Police Employees' Retirement System, Labor Commissioner **A BILL ENTITLED** AN ORDINANCE concerning Fire and Police Employees' Retirement System – Transfers FOR the purpose of authorizing certain transfers of service previously acquired in a former system; and generally relating to the Fire and Police Employees' Retirement System. By adding Article 22 - Retirement Systems Section(s) 32(g)(4)Baltimore City Code (Edition 2000) By repealing and reordaining, without amendments Article 22 - Retirement Systems Section(s) 32(i)(2)(C) - (E) and 32(k)(1)Baltimore City Code (Edition 2000) SECTION 1. BE IT ORDAINED BY THE MAYOR AND CITY COUNCIL OF BALTIMORE, That the Laws of Baltimore City read as follows: **Baltimore City Code Article 22. Retirement Systems** Subtitle – Fire and Police Employees' Retirement System § 32. Service creditable. (g) Repurchase of previous Employees' Retirement System service. (4) (I) IN THIS PARAGRAPH, "UNIFORMED POSITION", "FORMER SYSTEM", "FIREMAN'S POSITION", AND "POLICEMAN'S POSITION" HAVE THE MEANINGS STATED IN SUBSECTION (K)(1) OF THIS SECTION.

> **EXPLANATION:** CAPITALS indicate matter added to existing law. [Brackets] indicate matter deleted from existing law.

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| 1<br>2<br>3<br>4<br>5 | (II) NOTWITHSTANDING ANYTHING TO THE CONTRARY IN THIS SUBTITLE, ANY<br>EMPLOYEE WHO IS IN A UNIFORMED POSITION OF THE FIRE AND POLICE<br>EMPLOYEES' RETIREMENT SYSTEM MAY TRANSFER SERVICE PREVIOUSLY<br>ACQUIRED IN A FORMER SYSTEM IN A FIREMAN'S POSITION OR POLICEMAN'S<br>POSITION UNDER THE TERMS OF § 32(I)(2)(C), (D), AND (E). |
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| 6                     | (i) Transfers of service – Persons becoming members on or before June 30, 2003.   |
| 7                     | (2) Members joining on or after July 1, 1994, and on or before June 30, 2003.   |
| 8<br>9<br>10          | (C) If the member transfers service into this system from a system other than a<br>Baltimore City retirement system, the member shall pay for the transferred<br>service an amount equal to:  |
| 11                    | (i) the product of:   |
| 12<br>13<br>14        | <ol> <li>the member's actual earnable compensation for the position<br/>covered by this system as of the member's date of entry into this<br/>system, multiplied by</li> </ol>  |
| 15<br>16              | <ol> <li>the number of years or part of a year of service to be transferred,<br/>multiplied by</li> </ol>   |
| 17                    | 3. 12%, plus  |
| 18<br>19<br>20        | (ii) interest on that product calculated at this system's current annuity savings<br>fund rate from the member's date of entry into this system to the date the<br>payment for the transfer of service is completed.  |
| 21<br>22<br>23        | (D) The amount payable for transferred service may be made to this system by a<br>single payment or by an increased rate of contribution, but payment for the<br>transferred service must be completed before the earlier of:   |
| 24                    | (i) 10 years from the member's date of entry into this system; or   |
| 25                    | (ii) the member's retirement date.  |
| 26<br>27<br>28        | (E) The transferred service shall be credited pro rata at the time each payment for the<br>service is made. In no event may credit be granted to a member for transferred<br>service for which payment has not been received before the member's retirement.  |
| 29                    | (k) Transfers of service – Persons becoming members on or after July 1, 2003.   |
| 30                    | (1) Definitions.  |
| 31                    | (i) In this subsection, the following words have the meanings indicated.  |
| 32<br>33<br>34        | <ul> <li>(ii) "Former system" means an actuarially funded contributory or non-contributory<br/>federal, state, or local governmental defined benefit retirement or pension system<br/>located within the United States.</li> </ul>  |

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| 1<br>2 | <ul> <li>(iii) "Uniformed position" means a fireman's or policeman's position held by a<br/>transferring employee.</li> </ul> |
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| 3      | (iv) "Fireman's position" means a position held by an employee of a federal, state, or  |
| 4      | local fire department whose services bear a substantial and direct relationship to  |
| 5      | extinguishing fires or protecting lives or property endangered by fires.  |
| 6      | (v) "Policeman's position" means a position held by an employee of a federal, state,  |
| 7      | or local law enforcement agency who is regularly engaged in enforcing the public  |
| 8      | peace and whose duties include the power of arrest.   |
| 9      | (vi) "Civilian position" means a position held by a transferring employee that was not  |
| 10     | a uniformed position.   |
| 11     | SECTION 2. AND BE IT FURTHER ORDAINED, That the catchlines contained in this Ordinance  |
| 12     | are not law and may not be considered to have been enacted as a part of this or any prior                                     |
| 13     | Ordinance.  |
| 14     | SECTION 3. AND BE IT FURTHER ORDAINED, That this Ordinance takes effect on the 30 <sup>th</sup> day                           |

15 after the date it is enacted.