COUNTY COUNCIL OF BALTIMORE COUNTY, MARYLAND

Legislative Session 2007, Legislative Day No. 11

Bill No. 48-07

Mr. <u>S.G. Samuel Moxley</u>, Chairman By Request of County Executive

By the County Council, May 24, 2007

A BILL ENTITLED

AN ACT concerning

Employees Retirement System - Uniformed Personnel

FOR the purpose of altering the allowance for service retirement for certain members of the Employees Retirement System; increasing the benefit accrual rate for certain members; establishing a deferred retirement option program for certain members; amending the deferred retirement option program for certain members; defining certain terms; providing for the application of this Act; providing for a contingency; altering law regarding the Fire Chief and Chief of Police; and generally relating to the Employees Retirement System.

By adding

Section 5-1-304 Title 1. Employees Retirement System Article 5. Pensions and Retirement Baltimore County Code, 2003

By repealing and reenacting, with amendments

Sections 5-1-216(c), 5-1-217(b), 5-1-218(b), 5-1-219(b), 5-1-222, <u>5-1-230(a)(as amended by Bill 42-07)</u>, 5-1-302(a)(6) and (i), and 5-1-303(a)(6) and (i)

Title 1. Employees Retirement System Article 5. Pensions and Retirement Baltimore County Code, 2003

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter stricken from existing law.

Strike out indicates matter stricken from bill. <u>Underlining</u> indicates amendments to bill.

1	SECTION 1.	BE I	T ENACTED, BY THE COUNTY COUNCIL OF BALTIMORE
2	COUNTY, MARYL	AND, th	at Section 5-1-304 are added to Title 1. Employees Retirement System,
3	Article 5. Pensions a	nd Reti	rement, of the Baltimore County Code, 2003, as amended, to read as
4	follows:		
5	§ 5-1-304. DEFERR	ED RE	TIREMENT OPTION PROGRAM – CORRECTIONAL OFFICERS
6	AND DEPUTY SHE	RIFFS.	
7	(A)(1) IN TI	HIS SE	CTION THE FOLLOWING WORDS HAVE THE MEANINGS
8	INDICATED.		
9	(2)	"DRC	P ALLOWANCE" MEANS THE ANNUAL PENSION
0	CONTRIBUTED TO	THED	ROP ACCOUNT FOR EACH FULL YEAR, AND PRORATED FOR
1	EACH HALF YEAR	R, IF AP	PLICABLE, OF THE DROP PERIOD.
12	(3)	"DRC	P PERIOD" MEANS THE PERIOD OF TIME SELECTED IN
13	ACCORDANCE WI	TH SUI	BSECTION (C) OF THIS SECTION FOR PARTICIPATION IN THE
4	DROP PROGRAM.		
5	(4)	"DRC	PPROGRAM" MEANS THE DEFERRED RETIREMENT OPTION
6	PROGRAM FOR M	EMBEI	RS.
17	(5)	"DRC	P SERVICE" MEANS:
8		(I)	QUALIFYING SERVICE;
9		(II)	TRANSFER SERVICE WITHIN THE COUNTY GOVERNMENT
20	SUBJECT TO RULE	S ADO	PTED BY THE BOARD OF TRUSTEES UNDER § 5-1-301 OF THIS
21	SUBTITLE; AND		
22		(III)	MINUS THE LENGTH OF THE DROP PERIOD SELECTED BY
23	A MEMBER.		
24	(6)(I)	"MEN	MBER" MEANS A MEMBER AS DEFINED IS §§ 5-1-218(A) AND
25	5-1-219(A) OF THIS	TITLE	E.
26		(II) "I	MEMBER" DOES NOT INCLUDE A MEMBER WHO BEGINS
27	SERVICE ON OR A	FTER J	TULY 1, 2007.
28	(7)	(I)	"QUALIFYING SERVICE" MEANS:
29			1. MEMBERSHIP SERVICE ON PAY SCHEDULE I OR XIII
80	OF THE CLASSIFIC	CATION	N AND COMPENSATION PLAN:

1			2.	RETIRE	MENT SYS	TEM ME	EMBERSI	HIP CREE	OIT FOR
2	ACCUMULA	ATED U	JNUSED SIG	CK LEAVE;	AND				
3			3.	CREDIT	ABLE MILI	TARY SE	ERVICE.		
4			(II) "Ql	UALIFYING	SERVICE"	DOES	NOT I	NCLUDE	OTHER
5	JURISDICTI	ONAL	SERVICE C	OUTSIDE BA	LTIMORE (COUNTY	•		
6	(B)	AME	MBER MAY	Y ELECT TO	PARTICIPA'	TE IN TH	E DROP I	PROGRAN	<i>M</i> IF THE
7	MEMBER H	AS 27	YEARS OR	MORE OF Q	UALIFYING	SERVIC	CE AND S	SELECTS	A DROP
8	PERIOD PRO	OVIDE	D FOR IN T	HIS SECTIO	N.				
9	(C)	SUBJ	ECT TO T	HE TIME L	IMITATION	IS IN SU	JBSECTI	ON (D) C	OF THIS
10	SECTION, A	MEMI	BER MAY S	ELECT FRO	M THE FOL	LOWING	G DROP	PERIODS:	, •
11		(1)	3 YEARS	IF THE M	MEMBER H	AS 27 Y	EARS (OF QUAL	JFYING
12	SERVICE;								
13		(2)	3, 3 ½, OR	R 4 YEARS II	F THE MEM	BER HA	S 28 YEA	ARS OR M	ORE OF
14	QUALIFYIN	IG SER	VICE; OR						
15		(3)	3, 3 ½, 4, 4	½, OR 5 YEA	RS IF THE N	MEMBER	HAS 29	YEARS O	R MORE
16	OF QUALIF	YING S	SERVICE.						
17	(D)	RETI	REMENTS I	UNDER THE	DROP PRO	GRAM M	AY BEG	IN ON OR	AFTER:
18		(1)	JULY 1, 20	010 FOR NO	T MORE TH	IAN A 3	YEAR DI	ROP PERI	OD;
19		(2)	JULY 1, 20	011 FOR NO	T MORE TH	IAN A 4	YEAR DI	ROP PERI	OD; OR
20		(3)	JULY 1, 20	012 FOR UP	TO A 5 YEA	AR DROP	PERIOD).	
21	(E)	A DR	OP ACCOU	INT FOR A N	MEMBER SH	IALL BE	ESTABI	LISHED O	NLY AS
22	OF THE ME	EMBER	'S RETIRE	MENT AND	ELECTION	TO PAR	RTICIPAT	ΓΕ IN TH	E DROP
23	PROGRAM,	AND S	HALL CON	SIST OF TH	E FOLLOW	ING:			
24		(1)	THE ME	MBER'S DE	OP ALLOV	VANCE	FOR EA	ACH YEA	R AND
25	PRORATED	HALF	YEAR, IF A	APPLICABLI	E, OF THE D	OROP PE	RIOD SE	LECTED	BY THE
26	RETIRING N	MEMBE	ER ADJUST	ED IN ACCO	ORDANCE V	VITH SU	BSECTIO	ONS (G), (H), AND
27	(I) OF THIS	SECTIO	ON;						
28		(2)	CONTRIB	SUTIONS TO	THE RET	IREMEN	T SYSTI	EM MAD	E BY A
29	MEMBER D	URING	THE DROI	PERIOD; A	ND				

- 1 5% INTEREST EARNED ON BOTH THE MEMBER'S DROP ALLOWANCE AND THE MEMBER'S CONTRIBUTIONS DURING THE DROP PERIOD, 2 3 BASED ON THE ADMINISTRATIVE PROCEDURES CURRENTLY USED TO DETERMINE 4 THE MEMBER'S ACCUMULATED CONTRIBUTIONS.
 - A MEMBER MAY CHOOSE TO: (F)

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- 6 RECEIVE THE DROP ACCOUNT ACCUMULATION IN A SINGLE 7 LUMP SUM; OR
- 8 ROLL THE DROP ACCOUNT OVER INTO AN ELIGIBLE RETIREMENT (2) 9 PLAN AS DEFINED IN §402(C)(8)(B) OF THE INTERNAL REVENUE CODE.
 - DROP ALLOWANCES CREDITED TO THE DROP ACCOUNT AND PAID ON ACTUAL RETIREMENT SHALL BE INCREASED FOR RETIREMENT SYSTEM COST OF LIVING ADJUSTMENTS AS IF THE MEMBER HAD RETIRED AT THE BEGINNING OF THE DROP PERIOD.
 - (H) FOR THE PURPOSE OF CALCULATING THE MEMBER'S DROP AND RETIREMENT ALLOWANCES UNDER THIS SECTION, AVERAGE FINAL COMPENSATION SHALL BE:
 - BASED UPON THE MEMBER'S DROP SERVICE: AND (1)
- DETERMINED AS IF THE MEMBER HAD RETIRED AT THE (2) 19 BEGINNING OF THE DROP PERIOD.
 - NOTWITHSTANDING ANY OTHER PROVISION OF LAW, THE DROP (I) ALLOWANCE SHALL BE 64% OF THE MEMBER'S AVERAGE FINAL COMPENSATION FOR 24 YEARS DROP SERVICE PLUS 2% FOR EACH FULL YEAR OF DROP SERVICE OVER 24 YEARS.
 - IN ADDITION TO THE PROCEEDS OF THE DROP ACCOUNT, A MEMBER (J) WHO RETIRES UNDER THE DROP PROGRAM WILL RECEIVE AN ANNUALIZED RETIREMENT ALLOWANCE, PAID MONTHLY, EQUAL TO THE MEMBER'S ANNUAL DROP ALLOWANCE, ADJUSTED AS PROVIDED FOR IN SUBSECTION (K) OF THIS SECTION.
- THE RETIREMENT ALLOWANCES PROVIDED UNDER THIS 29 (K) (1) 30 SECTION SHALL BE EQUAL TO THE DROP ALLOWANCE, INCREASED FOR

1	APPLICABLE RETIREMENT SYSTEM COST OF LIVING ADJUSTMENT, AND SUBJECT TO
2	REDUCTION BASED UPON THE OPTION SELECTED BY THE RETIRING MEMBER
3	UNDER §5-1-231 OF THIS TITLE.
4	(2) THE REDUCTION UNDER §5-1-231 OF THIS TITLE SHALL BE BASED
5	ON THE AGES OF THE MEMBER AND THE DESIGNATED BENEFICIARY, IF ANY, ON
6	THE ACTUAL RETIREMENT DATE.
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8	SECTION 2. AND BE IT FURTHER ENACTED, that Sections 5-1-216(c), 5-1-217(b), 5-1-
9	218(b), 5-1-219(b), 5-1-222, 5-1-230(a)(as amended in Bill 42-07), 5-1-302(a)(6) and (i), and 5-1-
10	303(a)(6) and (i) of Title 1. Employees Retirement System, of Article 5. Pensions and Retirement,
11	of the Baltimore County Code, 2003, as amended, are hereby repealed and reenacted, with
12	amendments, to read as follows:
13	§ 5-1-216. ALLOWANCE FOR SERVICE RETIREMENTPOLICE.
14	(c)(1) A member who retires on or after July 1, 1995 shall be entitled to receive a service
15	retirement allowance irrespective of age, consisting of an annuity and a pension which together will
16	provide a minimum benefit of fifty (50) percent of average final compensation plus two (2) percent
17	for each year of creditable service in excess of twenty (20) AND THREE (3) PERCENT FOR
18	EACH YEAR OF CREDITABLE SERVICE IN EXCESS OF TWENTY-FIVE (25), provided such
19	member [shall have] SHALL:
20	1. IF THE MEMBER WAS IN SERVICE BEFORE JULY 1, 2007, HAVE
21	ATTAINED THE AGE OF FIFTY-FIVE (55) OR a minimum of twenty (20) years of creditable
22	[service] SERVICE; OR
23	2. IF THE MEMBER BEGINS SERVICE ON OR AFTER JULY 1, 2007,
24	HAVE ATTAINED THE AGE OF SIXTY (60) YEARS WITH TEN (10) YEARS OF
25	CREDITABLE SERVICE OR A MINIMUM OF TWENTY-FIVE (25) YEARS OF CREDITABLE
26	SERVICE.
27	(2) THE THREE (3) PERCENT BENEFIT ACCRUAL RATE PROVIDED FOR IN

THIS SUBSECTION DOES NOT APPLY TO ANY YEARS OF CREDITABLE SERVICE OVER

TWENTY-FIVE (25) YEARS SERVED BEFORE JULY 1, 2007.

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1	(3) THE BENEFIT PROVIDED FOR UNDER THIS SECTION MAY NOT BE
2	GREATER THAN 100% OF THE MEMBER'S AVERAGE FINAL COMPENSATION.
3	§ 5-1-217. ALLOWANCE FOR SERVICE RETIREMENTFIRE.
4	(b) (1)(I) [A] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS
5	SUBSECTION, A member who retires on or after January 1, 1999, shall be entitled to receive a
6	service retirement allowance irrespective of age calculated in accordance with SUBPARAGRAPH
7	(II) OF THIS paragraph [(2) of this subsection] upon the completion [of] OF:
8	1. [twenty-five] TWENTY-FIVE (25) years of creditable service
9	REGARDLESS OF AGE;
10	2. [or twenty (20)] FIVE (5) years of creditable service and the attainment
11	of age [fifty (50),] SIXTY (60); or
12	3. [has attained a] A minimum of [fifty-five (55)] FIFTY (50) years of age
13	[regardless of] AND TWENTY (20) years of CREDITABLE service.
14	[(2)] (II) Effective January 1, 1999, the normal service retirement allowance
15	shall consist of:
16	[(i)] 1. An annuity which shall be the actuarial equivalent of the member's
17	accumulated contributions.
18	[(ii)] 2. A pension which, together with the member's annuity, shall
19	provide a total allowance equal to one fortieth (1/40) of the member's average final compensation
20	multiplied by the number of years of creditable service not to exceed twenty (20) years; plus,
21	[one-fiftieth (1/50)] TWO (2) PERCENT of the member's average final compensation multiplied by
22	the years of creditable service in excess of twenty (20) AND THREE PERCENT OF THE
23	MEMBER'S AVERAGE FINAL COMPENSATION MULTIPLIED BY THE YEARS OF
24	CREDITABLE SERVICE IN EXCESS OF THIRTY (30).
25	(2)(I) THIS PARAGRAPH APPLIES TO A MEMBER WHO BEGINS SERVICE
26	ON OR AFTER JULY 1, 2007.
27	(II) A MEMBER IS ELIGIBLE FOR NORMAL SERVICE RETIREMENT
28	BENEFITS UPON OF THE COMPLETION OF:
29	1. THIRTY (30) YEARS OF CREDITABLE SERVICE
30	REGARDLESS OF AGE; OR

1	2. A MINIMUM OF SIXTY (60) YEARS OF AGE AND TEN (10)
2	YEARS OF CREDITABLE SERVICE.
3	(III) THE NORMAL SERVICE RETIREMENT ALLOWANCE SHALL
4	CONSIST OF:
5	1. AN ANNUITY WHICH SHALL BE THE ACTUARIAL
6	EQUIVALENT OF THE MEMBER'S ACCUMULATED CONTRIBUTIONS.
7	2. A PENSION WHICH, TOGETHER WITH THE MEMBER'S
8	ANNUITY, SHALL PROVIDE A TOTAL ALLOWANCE EQUAL TO ONE FORTIETH (1/40)
9	OF THE MEMBER'S AVERAGE FINAL COMPENSATION MULTIPLIED BY THE NUMBER
10	OF YEARS OF CREDITABLE SERVICE NOT TO EXCEED TWENTY (20) YEARS; PLUS,
11	TWO(2)PERCENTOFTHEMEMBER'SAVERAGEFINALCOMPENSATIONMULTIPLIED
12	BY THE YEARS OF CREDITABLE SERVICE IN EXCESS OF TWENTY (20) AND THREE
13	PERCENT OF THE MEMBER'S AVERAGE FINAL COMPENSATION MULTIPLIED BY THE
14	YEARS OF CREDITABLE SERVICE IN EXCESS OF THIRTY (30).
15	(3) THE THREE (3) PERCENT BENEFIT ACCRUAL RATE PROVIDED FOR IN
16	PARAGRAPHS (1) AND (2) OF THIS SUBSECTION DOES NOT APPLY TO ANY YEARS OF
17	CREDITABLE SERVICE OVER THIRTY (30) YEARS SERVED BEFORE JULY 1, 2007.
18	(4) THE BENEFIT PROVIDED FOR UNDER THIS SECTION MAY NOT BE
19	GREATER THAN 100% OF THE MEMBER'S AVERAGE FINAL COMPENSATION.
20	[(3)] (4) Effective from July 1, 1994 through and including April 30, 1996, in
21	order to fund the improved benefit provided in this section, all members on pay schedule V shall pay
22	an additional contribution, based on actuarial studies, which may be periodically adjusted but may
23	not exceed two and ninety-five hundredths (2.95) percent of salary.
24	[(4)] (5) Effective May 1, 1996, the additional contribution of all members on
25	pay schedule V shall not exceed one and ninety-five hundredths (1.95) percent of salary.
26	[(5)] (6) In order to be eligible to receive the improved benefits provided under
27	subsection (b) of this section, a member on pay schedule VIII, from July 1, 1994 through and
28	including June 30, 1995, shall pay an additional contribution, based on actuarial studies, which may
29	be periodically adjusted but may not exceed four and seventy-five hundredths (4.75) percent of
30	salary.

1	[(6)] (7) Effective July 1, 1995, the additional contribution of all members on
2	pay schedule VIII shall not exceed two and ninety-five hundredths (2.95) percent of salary.
3	[(7)] (8) Effective May 1, 1996, the additional contribution of all members on
4	pay schedule VIII shall not exceed one and ninety-five hundredths (1.95) percent of salary.
5	§ 5-1-218. SAMECORRECTIONAL OFFICERS.
6	(b) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, [A]
7	A member as defined in subsection (a) of this section who retires on or after July 1, 1995, shall be
8	entitled to receive a service retirement allowance irrespective of age, consisting of an annuity and
9	a pension which together will provide a minimum benefit of fifty (50) percent of average final
10	compensation plus [one (1)] TWO (2) percent for each year of creditable service in excess of twenty
11	(20), provided such member shall have REACHED A MINIMUM OF SIXTY-FIVE (65) YEARS
12	OF AGE AND FIVE (5) YEARS OF CREDITABLE SERVICE OR a minimum of twenty (20)
13	years creditable service.
14	(2)(I) THIS PARAGRAPH APPLIES TO MEMBERS WHO BEGIN SERVICE ON
15	OR AFTER JULY 1, 2007.
16	(II) A MEMBER IS ELIGIBLE FOR NORMAL SERVICE RETIREMENT
17	BENEFITS UPON OF THE COMPLETION OF:
18	1. TWENTY-FIVE (25) YEARS OF CREDITABLE SERVICE
19	REGARDLESS OF AGE; OR
20	2. A MINIMUM OF SIXTY-SEVEN (67) YEARS OF AGE AND
21	TEN (10) YEARS OF CREDITABLE SERVICE.
22	(III) A MEMBER AS DEFINED IN SUBSECTION (A) OF THIS SECTION
23	WHO RETIRES SHALL BE ENTITLED TO RECEIVE A SERVICE RETIREMENT
24	ALLOWANCE IRRESPECTIVE OF AGE, CONSISTING OF AN ANNUITY AND A PENSION
25	WHICH TOGETHER WILL PROVIDE A MINIMUM BENEFIT OF FIFTY (50) PERCENT OF
26	AVERAGE FINAL COMPENSATION PLUS TWO (2) PERCENT FOR EACH YEAR OF
27	CREDITABLE SERVICE IN EXCESS OF TWENTY (20).
28	§ 5-1-219. SAMESWORN MEMBERS OF THE SHERIFF'S OFFICE.
29	(b) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, [A]
30	A member who retires on or after July 1, 2000, shall be entitled to receive a service retirement

1	allowance irrespective of age at the time of retirement, consisting of an annuity and a pension which
2	together will provide a minimum benefit of fifty (50) percent of average final compensation plus
3	[one (1)] TWO (2) percent for each year of creditable service in excess of twenty (20) years
4	provided such member shall have REACHED A MINIMUM OF SIXTY-FIVE (65) YEARS OF
5	AGE AND FIVE (5) YEARS OF CREDITABLE SERVICE OR a minimum of twenty (20) years
6	creditable service, as defined in subsection (c) of this section.
7	(2)(I) THIS PARAGRAPH APPLIES TO MEMBERS WHO BEGIN SERVICE ON
8	OR AFTER JULY 1, 2007.
9	(II) A MEMBER IS ELIGIBLE FOR NORMAL SERVICE RETIREMENT
10	BENEFITS UPON OF THE COMPLETION OF:
11	1. TWENTY-FIVE (25) YEARS OF CREDITABLE SERVICE
12	REGARDLESS OF AGE; OR
13	2. A MINIMUM OF SIXTY-SEVEN (67) YEARS OF AGE AND
14	TEN (10) YEARS OF CREDITABLE SERVICE.
15	(III) A MEMBER WHO RETIRES SHALL BE ENTITLED TO RECEIVE
16	A SERVICE RETIREMENT ALLOWANCE IRRESPECTIVE OF AGE, CONSISTING OF AN
17	ANNUITY AND A PENSION WHICH TOGETHER WILL PROVIDE A MINIMUM BENEFIT
18	OF FIFTY (50) PERCENT OF AVERAGE FINAL COMPENSATION PLUS TWO (2) PERCENT
19	FOR EACH YEAR OF CREDITABLE SERVICE IN EXCESS OF TWENTY (20).
20	§ 5-1-222. ALLOWANCE ON ORDINARY DISABILITY RETIREMENT.
21	(A) Upon retirement for ordinary disability, a member shall receive an ordinary disability

(A) Upon retirement for ordinary disability, a member shall receive an ordinary disability retirement allowance which shall consist of:

- (1) An annuity which shall be the actuarial equivalent of the member's accumulated contributions at the time of retirement; and
- (2) A pension which, together with the member's annuity, shall provide a total allowance equal to one-sixtieth (1/60) of the member's average final compensation in the case of a Group 3 member who was a member on December 31, 1960, and did not elect to make the increased contributions in accordance with § 5-1-253 of this title, one fifty-fifth (1/55) of the member's average final compensation in the case of a Group 3 member who either was a member on December 31, 1960, and elected to make such increased contributions or became a member on

or after January 1, 1961, and one-fortieth (1/40) of the member's average final compensation in the case of a Group 3 member who at retirement is an appointed department head and retires on or after July 1, 1971, multiplied by the number of years of the member's creditable service; and in the case of a Group 4 member, equal to ONE-FORTIETH (1/40) OF THE MEMBER'S AVERAGE FINAL COMPENSATION MULTIPLIED BY THE NUMBER OF YEARS OF THE MEMBER'S CREDITABLE SERVICE NOT IN EXCESS OF TWENTY (20) AND one-fiftieth (1/50) of the member's average final compensation multiplied by the number of years of the member's creditable service [not] in excess of [twenty-five (25)] TWENTY (20) [and one fifty-fifth (1/55) of the member's average final compensation multiplied by the number of years of the member's creditable service in excess of twenty-five (25)].

- (B) IN THE CASE OF A GROUP 4 MEMBER, THE MINIMUM RETIREMENT ALLOWANCE SHALL BE EQUAL TO ONE-HALF (½) OF THE MEMBER'S AVERAGE FINAL COMPENSATION.
- § 5-1-230. RETURN OF ACCUMULATED CONTRIBUTIONS AND TERMINATION BENEFIT.
 - (a)(1) This subsection applies to a member who began service before July 1, 2007.

(2) Should a member cease to be an employee except by death or by retirement under the provision of this subtitle, the member shall be paid the amount of the member's accumulated contributions. Anything in this subtitle to the contrary notwithstanding, any current member who has completed five (5) or more years of membership service at the time the member's service is terminated or any member who has completed at least one (1) four-year term as the County Executive may elect to receive, in lieu of the return of the member's accumulated contributions, a deferred retirement allowance to commence at the age of sixty (60) if the member is a member in Group [3 and] 3, at the age of fifty-five (55) if the member is a member in Group 4, AND AT AGE SIXTY (60) IF THE MEMBER IS A MEMBER AS DEFINED IN § 5-1-217(A) OF THIS SUBTITLE AND THE MEMBER'S SERVICE WAS TERMINATED ON OR AFTER JULY 1, 2007, which shall consist of an annuity provided by the member's accumulated contributions with interest to attainment of said commencement age and a pension equal to the pension computed in accordance with § 5-1-214 of this subtitle on the basis of the member's creditable service and average final compensation at the date the member's service is terminated.

1	§ 5-1-302. DEFERRED RETIREMENT OPTION PROGRAM FIRE.
2	(a)(6)(I) "Member" means a Group 4 member in active service who is on pay schedule
3	V or pay schedule VIII of the county classification and compensation plan.
4	(II) "MEMBER" DOES NOT INCLUDE A GROUP 4 MEMBER WHO BEGINS

- (i) Notwithstanding any other provision of law, the DROP allowance shall be 74% of the member's average final compensation for 29 years DROP service plus [2% for each full year of DROP service over 29 years] ADDITIONAL ACCRUALS IN ACCORDANCE WITH § 5-1-217 OF THIS TITLE.
- § 5-1-303. DEFERRED RETIREMENT OPTION PROGRAM -- POLICE.

SERVICE AFTER JULY 1, 2007.

- (a)(6)(I) "Member" means a Group 4 member in active service who is on pay schedule IV or pay schedule VII of the county classification and compensation plan.
- (II) "MEMBER" DOES NOT INCLUDE A GROUP 4 MEMBER WHO BEGINS SERVICE AFTER JULY 1, 2007.
- (i) Notwithstanding any other provision of law, the DROP allowance shall be 64% of the member's average final compensation for 24 years DROP service plus [2% for each full year of DROP service over 24 years] ADDITIONAL ACCRUALS IN ACCORDANCE WITH § 5-1-216 OF THIS TITLE.

SECTION 3. AND BE IT FURTHER ENACTED, that not later than June 18, 2007, the exclusive representatives of members on Pay Schedules I and XIII of the Classification and Compensation Plan may certify to the Labor Commissioner that the employees on those Pay Schedules have determined, in accordance with their own rules of procedure, to amend their agreements with the county administration to provide that in addition to the normal service retirement ages as established in §§ 5-1-218(b)(1) and 5-1-219(b)(1) of the Baltimore County Code, 2003 as enacted in Section 2 of this Act, members who were in service as correctional officers or deputy sheriffs, as applicable, before the effective date of this Act shall be allowed to retire upon reaching sixty (60) years of age with five (5) years of creditable service. Further, those members who retire with less than 20 years of creditable service shall receive a retirement allowance that shall be equal to one fifty-fifth (1/55) of the member's average final compensation multiplied by the

number of years of the member's creditable service earned before July 1, 2007 plus one-seventieth (1/70) of the member's average final compensation multiplied by the number of years of the member's creditable service earned on or after July 1, 2007. Without regard to the age of retirement, years of creditable service attributable to military service, transfer service and sick leave shall be calculated at the rate of one fifty-fifth (1/55) of the member's average final compensation. If the Labor Commissioner receives the certification, the Labor Commissioner shall forward the certification to the County Attorney or the County Attorney's designee who shall instruct the publisher of the Baltimore County Code, 2003 to make changes to the above-named sections (and any other sections as necessary) in conformance with the decision of the members, with notes appropriate to be shown in the Code explaining the changes. It is the intention of this Section that the amendment suggested by this Section will not negatively effect the ability of a member to participate in the deferred retirement option program enacted in Section 1 of this Act.

SECTION 4. AND BE IT FURTHER ENACTED, that notwithstanding any other provision of law, a current member who is appointed Fire Chief or Chief of Police after May 24, 2007 may opt to receive the service retirement allowance provided for under Section 5-1-216 or Section 5-1-217 of the Baltimore County Code, 2003, as applicable, rather than the service retirement allowance provided for under Section 5-1-214(a)(2) of the Code. A Fire Chief or Chief of Police who chooses to receive the service retirement allowance provided for under Section 5-1-216 or Section 5-1-217 of the Code, as applicable, is also eligible to participate in the applicable deferred retirement option program provided for under Article 5, Title 1, Subtitle 3 of the Code.

SECTION 4 <u>5</u>. AND BE IT FURTHER ENACTED, that this Act, having been passed by the affirmative vote of five (5) members of the County Council, shall take effect July 1, 2007.

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