

FIRST REGULAR SESSION

[PERFECTED]

HOUSE BILL NO. 875

94TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVE FRANZ.

Read 1st time February 15, 2007 and copies ordered printed.

Read 2nd time February 19, 2007 and referred to the Special Committee on Retirement February 22, 2007.

Reported from the Special Committee on Retirement February 22, 2007 with recommendation that the bill Do Pass by Consent.
Referred to the Committee on Rules pursuant to Rule 25(21)(f).

Reported from the Committee on Rules March 7, 2007 with recommendation that the bill Do Pass by Consent.

Perfected by Consent March 14, 2007.

D. ADAM CRUMBLISS, Chief Clerk

2171L.01P

AN ACT

To repeal section 50.1250, RSMo, and to enact in lieu thereof one new section relating to county employees' retirement.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Section 50.1250, RSMo, is repealed and one new section enacted in lieu thereof, to be known as section 50.1250, to read as follows:

50.1250. 1. If a member has less than five years of creditable service upon termination of employment, the member shall forfeit the portion of his or her defined contribution account attributable to board matching contributions or county matching contributions pursuant to section 50.1230. The proceeds of such forfeiture shall be applied towards matching contributions made by the board for the calendar year in which the forfeiture occurs. If the board does not approve a matching contribution, then forfeitures shall revert to the county employees' retirement fund. The proceeds of such forfeiture with respect to county matching contributions shall be applied toward matching contributions made by the respective county in accordance with rules prescribed by the board.

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

10 2. A member shall be eligible to receive a distribution of the member's defined
11 contribution account in such form selected by the member as permitted under and in accordance
12 with the rules and regulations formulated and adopted by the board from time to time, and
13 commencing as soon as administratively feasible following separation from service, unless the
14 member elects to receive the account balance at a later time, but no later than his or her required
15 beginning date. Notwithstanding the foregoing, if the value of a member's defined contribution
16 account balance is [five] **one** thousand dollars or less at the time of the member's separation from
17 service, without respect to any board-matching contributions or employer-matching contribution
18 which might be allocated following the member's separation from service, then his or her defined
19 contribution account shall be distributed to the member in a single sum as soon as
20 administratively feasible following his or her separation from service. The amount of the
21 distribution shall be the amount determined as of the valuation date described in section 50.1240,
22 if the member has at least five years of creditable service. If the member has less than five years
23 of creditable service upon his or her separation from service, then the amount of the distribution
24 shall equal the portion of the member's defined contribution account attributable to the member's
25 seed contributions pursuant to section 50.1220, if any, determined as of the valuation date.

26 3. If the member dies before receiving the member's account balance, the member's
27 designated beneficiary shall receive the member's defined contribution account balance, as
28 determined as of the immediately preceding valuation date, in a single sum. The member's
29 beneficiary shall be his or her spouse, if married, or his or her estate, if not married, unless the
30 member designates an alternative beneficiary in accordance with procedures established by the
31 board.

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