SECOND REGULAR SESSION HOUSE BILL NO. 2117

97TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVES LEARA (Sponsor) AND ROORDA (Co-sponsor).

6308H.02I

D. ADAM CRUMBLISS, Chief Clerk

AN ACT

To repeal sections 86.207 and 95.540, RSMo, and to enact in lieu thereof three new sections relating to St. Louis public employee retirement benefits, with an emergency clause.

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

Section A. Sections 86.207 and 95.540, RSMo, are repealed and three new sections 2 enacted in lieu thereof, to be known as sections 86.207, 86.362, and 95.540, to read as follows:

86.207. 1. Except as provided in section 86.362, all persons who become policemen and all policemen who enter or reenter the service of the city after the first day of October, 1957, 2 become members as a condition of their employment and shall receive no pensions or retirement 3 allowance from any other pension or retirement system supported wholly or in part by the city 4 or the state of Missouri, nor shall they be required to make contributions under any other pension 5 or retirement system of the city or the state of Missouri, anything to the contrary notwithstanding. 6 7 2. If any member ceases to be in service for more than one year unless the member has 8 attained the age of fifty-five or has twenty years or more of creditable service, or if the member 9 withdraws the member's accumulated contributions or if the member receives benefits under the 10 retirement system or dies, the member thereupon ceases to be a member; except in the case of 11 a member who has served in the Armed Forces of the United States and has subsequently been 12 reinstated as a policeman. A member who has terminated employment as a police officer, has 13 actually retired and is receiving retirement benefits under the system shall be considered a retired 14 member.

15 3. A reserve officer shall not be considered a member of the system for the purpose of 16 determining creditable service, nor shall any contributions be due. A reserve officer shall not 17 be entitled to any benefits from the system other than those awarded when the reserve officer

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.

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18 originally retired under section 86.250, nor shall service as a reserve officer prohibit distribution 19 of those benefits.

86.362. 1. Employees of the employees retirement system of the city of St. Louis who are earning creditable service in the employees retirement system of the city of St. 2 Louis and who are transferred to the St. Louis metropolitan police department as 3 policemen shall elect within ninety days of the effective date of this section to either remain 4 a member of the employees retirement system of the city of St. Louis or transfer 5 6 membership and creditable service to the police retirement system of St. Louis. The 7 election shall be made in writing after the employee has received a detailed analysis 8 comparing retirement, life insurance, disability benefits, and medical benefits of a member 9 of the employees retirement system of the city of St. Louis with the corresponding benefits 10 provided an employee of the police retirement system of St. Louis. In electing plan 11 membership, the employee shall acknowledge and agree that an election made under this 12 subsection is irrevocable and constitutes a waiver to receive retirement, life insurance, 13 disability benefits, and medical benefits except as provided by the system elected by the 14 employee. Furthermore, in connection with the election, the employee shall be required 15 to acknowledge that the benefits provided by virtue of membership in either system, and any associated costs to the employee, may be different now or in the future as a result of 16 the election and that the employee agrees to hold both systems harmless with regard to 17 18 benefit differences resulting from the election.

19 2. The employees retirement system of the city of St. Louis shall pay to the police 20 retirement system of St. Louis an amount actuarially determined to equal the liability at 21 the time of the transfer for any employee who elects under subsection 1 of this section to 22 transfer to the police retirement system of St. Louis, to the extent that liability is funded 23 as of the most recent actuarial valuation and based on the actuarial value of assets not to 24 exceed one hundred percent. Such transfer shall be made within sixty days of the 25 employee's election.

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3. In no event shall any employee receive service credit for the same period of 27 service under more than one retirement system as a result of the provisions of this section.

95.540. 1. The following words and phrases as used in this section, unless a different 2 meaning is plainly required by the context, shall mean:

3 (1) "Employee", any person regularly employed by any city, within the authorization of 4 this section, who receives remuneration from the city for personal services rendered the city. The 5 term "employee" shall not include any person:

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6 (a) Who is included as an active member in any other pension plan similar in purpose 7 by reason of his employment with the city, except the federal Social Security Old Age, Survivors, 8 and Disability Insurance Program, as amended; or

(c) Who is a city officer or elected official of the city as defined in this section; or

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(b) Who acts for the city under contracts or is paid wholly on a fee basis; or

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(d) Who is employed by the city as a "fireman" or "policeman";

(2) "Officer", any officer or elected official of the city who has been delegated some
substantial part of the sovereign power to be independently exercised with some continuity and
without control of a superior power other than the law;

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16 except that any employee earning creditable service in the pension plan adopted under 17 subsection 2 of this section who is transferred to the St. Louis metropolitan police 18 department as a policeman and elects to remain in the pension plan adopted under 19 subsection 2 of this section as provided in section 86.362 shall be considered an employee 20 of the plan for purposes of retirement, life insurance, disability benefits, and medical 21 benefits.

22 2. Any city of this state that now has or may hereafter have a population of more than 23 four hundred and fifty thousand inhabitants is hereby authorized to provide by ordinance or 24 otherwise for the pensioning of its employees and officers, in one or more plans, whether 25 performing city or county functions, and the widows and minor children of deceased employees 26 and officers and to appropriate and utilize its municipal revenues and other available funds for 27 such purposes.

3. The employees and officers of any municipally owned public utility may be included within the provisions of any pension plan adopted in pursuance of subsection 2, but the cost of paying pensions to such employees and officers and the widows and minor children thereof, as well as its pro rata share of the expenses of administration and the operation of the pension system, as a whole, shall be borne by the funds or revenues of such municipally owned public utility.

34 4. The employees and officers of any administrative board or board of control organized 35 and existing under the general laws of the state of Missouri for the purpose of furnishing library 36 services or maintaining and operating an art museum or a zoological park or similar public 37 service to the inhabitants of such city may be included within the provisions of any pension plan 38 adopted in pursuance of subsection 2, but the cost of paying pensions to such employees and 39 officers and widows and minor children thereof, as well as their pro rata share of the expenses 40 of administration and the operation of the pension system, as a whole, shall be borne by the funds or revenues of such administrative board or board of control; provided, however, that the 41

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- 42 employees and officers of any such board or board of control shall not be included in any such
- 43 pension plan unless the ordinance of such city providing for the inclusion of such employees and
- 44 officers shall be accepted by resolution of such administrative board or board of control.
- Section B. Because of the need to maintain continuity of retirement benefits, this act is
- 2 deemed necessary for the immediate preservation of the public health, welfare, peace, and safety,
- 3 and is hereby declared to be an emergency act within the meaning of the constitution, and this

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4 act shall be in full force and effect upon its passage and approval.