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## HOUSE BILL 202

## 52ND LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION, 2016

INTRODUCED BY

Patricio Ruiloba

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AN ACT

RELATING TO PUBLIC SAFETY; DIRECTING THE SECRETARY OF PUBLIC SAFETY TO ESTABLISH WITHIN THE NEW MEXICO LAW ENFORCEMENT ACADEMY A REGISTRY OF RECENTLY RETIRED CERTIFIED LAW ENFORCEMENT OFFICERS AVAILABLE FOR SHORT-TERM ASSIGNMENTS BY AFFILIATED PUBLIC EMPLOYERS FOR SPECIAL EVENTS; AMENDING THE PUBLIC EMPLOYEES RETIREMENT ACT TO ALLOW CERTAIN RETIRED MEMBERS TO RETURN TO WORK UNDER CERTAIN CIRCUMSTANCES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

SECTION 1. A new section of the Department of Public Safety Act is enacted to read:

"[NEW MATERIAL] SECRETARY--DUTY TO DEVELOP REGISTRY OF RETIRED CERTIFIED LAW ENFORCEMENT OFFICERS. --

In addition to all other duties established in Section 9-19-6 NMSA 1978, the secretary, in consultation with .202801.1

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the director of the New Mexico law enforcement academy and the New Mexico law enforcement academy board, shall develop and maintain a registry of all retired certified law enforcement officers who have maintained their certifications after retirement.

B. The secretary shall make the registry of retired certified law enforcement officers available to local law enforcement agencies."

SECTION 2. Section 10-11-8 NMSA 1978 (being Laws 1987, Chapter 253, Section 8, as amended by Laws 2014, Chapter 35, Section 1 and by Laws 2014, Chapter 39, Section 1 and also by Laws 2014, Chapter 43, Section 1) is amended to read:

"10-11-8. NORMAL RETIREMENT--RETURN TO EMPLOYMENT--BENEFITS CONTINUED--CONTRIBUTIONS.--

- A. A member may retire upon fulfilling the following requirements prior to the selected date of retirement:
- (1) a written application for normal retirement, in the form prescribed by the association, is filed with the association;
- (2) employment is terminated with all employers covered by any state system or the educational retirement system;
- (3) the member selects an effective date of retirement that is the first day of a calendar month; and .202801.1

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credit	require	ment f	or no	rma1	reti	reme	nt s	peci	fied	in	the
coverag	ge plan	applic	able	to th	ne me	mber	•				

- B. The amount of normal retirement pension is determined in accordance with the coverage plan applicable to the member.
- [C. Except as provided in Subsection E of this section, on or after July 1, 2010, a retired member may be subsequently employed by an affiliated public employer only pursuant to the following provisions:
- (1) the retired member has not been employed as an employee of an affiliated public employer or retained as an independent contractor by the affiliated public employer from which the retired member retired for at least twelve consecutive months from the date of retirement to the commencement of subsequent employment or reemployment with an affiliated public employer;
- (2) the retired member's pension shall be suspended upon commencement of the subsequent employment;
- (3) except as provided in Subsection G of this section, the retired member shall not become a member and shall not accrue service credit, and the retired member and that person's subsequent affiliated public employer shall not make contributions under any coverage plan pursuant to the Public Employees Retirement Act; and

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(4) upon termination of the subsequent	
employment, the retired member's pension shall resume in	
accordance with the provisions of Subsection A of this section	•

D. Notwithstanding the provisions of Subsection B of Section 10-11-118 NMSA 1978, on and after July 1, 2013, if a retired member becomes employed with an employer pursuant to the Educational Retirement Act, and effective July 1, 2014, if a retired member who, subsequent to retirement, is employed and covered pursuant to the Judicial Retirement Act, and, effective July 1, 2014, if a retired member who, subsequent to retirement, is employed and covered pursuant to the Magistrate Retirement Act:

(1) the retired member's cost-of-living pension adjustment shall be suspended upon commencement of the employment; and

(2) upon termination of the employment, the retired member's suspended cost-of-living pension adjustment shall be reinstated as provided under Subsection B of Section 10-11-118 NMSA 1978.

E. The provisions of Subsections C, II and I of this section do not apply to:

(1) a retired member employed by the legislature for legislative session work;

(2) a retired member employed temporarily as a precinct board member for a municipal election or an election .202801.1

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	<del>(3) ε</del>	<del>retired</del>	member	who is	elected	to serve	<del>: а</del>
term as an	elected off	<del>icial in</del>	<del>an offi</del>	.ce cove	ered purs	<del>uant to</del>	
the Public	Employees R	<del>etirement</del>	Act; p	rovide	<del>l that:</del>		

(a) the retired member files an irrevocable exemption from membership with the association within thirty days of taking office; and

(b) the irrevocable exemption shall be for the elected official's term of office.

F. A retired member who returns to employment during retirement pursuant to Subsection E of this section is entitled to receive retirement benefits but is not entitled to accrue service credit or to acquire or purchase service credit in the future for the period of the retired member's subsequent employment with an affiliated public employer.

G. At any time during a retired member's subsequent employment pursuant to Subsection C of this section, the retired member may elect to become a member and the following conditions shall apply:

(1) the previously retired member and the subsequent affiliated public employer shall make the required employee and employer contributions, and the previously retired member shall accrue service credit for the period of subsequent employment; and

(2) when the previously retired member

1	terminates the subsequent employment with an affiliated public
2	employer, the previously retired member shall retire according
3	to the provisions of the Public Employees Retirement Act,
4	subject to the following conditions:
5	(a) payment of the pension shall resume
6	in accordance with the provisions of Subsection A of this
7	section;
8	(b) unless the previously retired member
9	accrued at least three years of service credit on account of
10	the subsequent employment, the recalculation of pension shall:
11	1) employ the form of payment selected by the previously
12	retired member at the time of the first retirement; and 2) use
13	the provisions of the coverage plan applicable to the member on
14	the date of the first retirement; and
15	(c) the recalculated pension shall not
16	be less than the amount of the suspended pension.
17	H. A retired member who returned to work with an
18	affiliated public employer prior to July 1, 2010 shall be
19	subject to the provisions of this section in effect on the date
20	the retired member returned to work; provided that:
21	(1) on and after July 1, 2010, the retired
22	member shall pay the employee contribution in an amount
23	specified in the Public Employees Retirement Act for the
24	position in which the retired member is subsequently employed;
25	(2) notwithstanding the provisions of

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Subsection	on B of	Section	<del>n 10-1</del>	1-118	NMSA	1978,	on a	<del>ind a</del>	fter	<del>July</del>
<del>1, 2013,</del>	the re	etired n	<del>nember'</del>	s cost	t-of-l	<del>living</del>	pens	<del>ion</del>	adjus	tment
shall be	susper	<del>ided: ar</del>	<del>rd</del>							

(3) upon termination of the subsequent employment with the affiliated public employer, the retired member's cost-of-living pension adjustment shall be reinstated as provided in Subsection B of Section 10-11-118 NMSA 1978.

I. Effective July 1, 2014, if a retired member who, subsequent to retirement, is employed and covered pursuant to the provisions of the Magistrate Retirement Act or Judicial Retirement Act, during the period of subsequent employment:

- (1) the member shall be entitled to receive
  retirement benefits;
- (2) the retired member's cost-of-living pension adjustment shall be suspended upon commencement of the employment; and
- (3) upon termination of the employment, the retired member's suspended cost-of-living pension adjustment shall be reinstated as provided under Subsection B of Section 10-11-118 NMSA 1978.
- $J_{ullet}$ ] C. The pension of a member who has earned service credit under more than one coverage plan shall be determined as follows:
- (1) the pension of a member who has three or more years of service credit earned on or before June 30, 2013 .202801.1

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under each of two or more coverage plans shall be determined in accordance with the coverage plan that produces the highest pension;

the pension of a member who has service credit earned on or before June 30, 2013 under two or more coverage plans but who has three or more years of service credit under only one of those coverage plans shall be determined in accordance with the coverage plan in which the member has three or more years of service credit. service credit is acquired under two different coverage plans applied to the same affiliated public employer as a consequence of an election by the members, adoption by the affiliated public employer or a change in the law that results in the application of a coverage plan with a greater pension, the greater pension shall be paid a member retiring from the affiliated public employer under which the change in coverage plan took place regardless of the amount of service credit under the coverage plan producing the greater pension; provided that the member has three or more years of continuous employment with that affiliated public employer immediately preceding or immediately preceding and immediately following the date the coverage plan changed;

(3) the pension of a member who has service credit earned on or before June 30, 2013 under each of two or more coverage plans and who has service credit earned under any .202801.1

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coverage plan on or after July 1, 2013 shall be equal to the sum of:

- the pension attributable to the service credit earned on or before June 30, 2013 determined pursuant to Paragraph (1) or (2) of this subsection; and
- the pension attributable to the (b) service credit earned under each coverage plan on or after July 1, 2013;
- (4) the pension of a member who has service credit earned only on and after July 1, 2013 shall be equal to the sum of the pension attributable to the service credit the member has accrued under each coverage plan; and
- the provisions of each coverage plan for the purpose of this subsection shall be those in effect at the time the member ceased to be covered by the coverage plan. "Service credit", for the purposes of this subsection, shall be only personal service rendered an affiliated public employer and credited to the member under the provisions of Subsection A of Section 10-11-4 NMSA 1978. Service credited under any other provision of the Public Employees Retirement Act shall not be used to satisfy the three-year service credit requirement of this subsection."

SECTION 3. A new section of the Public Employees Retirement Act is enacted to read:

"[NEW MATERIAL] RETURN TO EMPLOYMENT--PENSION--.202801.1

## CONTRIBUTIONS -- SERVICE CREDIT. --

A. A retired member may be subsequently employed by an affiliated public employer if the retired member has not been employed as an employee of an affiliated public employer or retained as an independent contractor by the affiliated public employer from which the retired member retired for at least twelve consecutive months from the date of retirement to the commencement of subsequent employment with an affiliated public employer; provided that, during the period of subsequent employment:

- (1) the retired member's pension, including any cost-of-living adjustment, shall be suspended upon commencement of the subsequent employment;
- (2) the retired member shall not become a member;
- (3) the retired member shall not accrue service credit:
- (4) the retired member and the retired member's subsequent affiliated public employer shall not make contributions under any coverage plan pursuant to the Public Employees Retirement Act; and
- (5) upon termination of the subsequent employment, the retired member's pension shall resume in accordance with the provisions of Section 10-11-8 NMSA 1978.
- B. At any time during a retired member's subsequent .202801.1

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employment pursuant to Subsection A of this section, the retired member may elect to become a member; provided that, commencing at the time of election to become a member:

- the previously retired member; and the subsequent affiliated public employer shall make the required member and employer contributions;
- the previously retired member shall accrue service credit: and
- (3) when the previously retired member terminates the subsequent employment with an affiliated public employer, the previously retired member shall retire according to the provisions of the Public Employees Retirement Act, subject to the following conditions:
- (a) payment of the pension shall resume in accordance with the provisions of Section 10-11-8 NMSA 1978;
- (b) unless the previously retired member accrued at least three years of service credit on account of the subsequent employment, the pension shall be recalculated applying the provisions of the coverage plan applicable to the member on the date of the first retirement and the form of payment selected by the previously retired member at the time of the first retirement; and
- (c) the recalculated pension shall not be less than the amount of the suspended pension.
- On and after July 1, 2013, if a retired member .202801.1

becomes employed with an employer pursuant to the Educational
Retirement Act, and effective July 1, 2014, if a retired member
is employed in a position covered pursuant to the Judicial
Retirement Act or the Magistrate Retirement Act:

- (1) the retired member shall be entitled to continue to receive a pension during the period of subsequent employment;
- (2) the retired member's cost-of-living pension adjustment shall be suspended upon commencement of the subsequent employment; and
- (3) upon termination of the subsequent employment, the retired member's suspended cost-of-living pension adjustment shall be reinstated as provided by Section 10-11-118 NMSA 1978.
- D. The provisions of Subsection A of this section do not apply to:
- (1) a retired member employed temporarily by the legislature for legislative session work; or
- (2) a retired member employed temporarily as a precinct board member for a municipal election or an election covered by the Election Code; provided that the retired member subsequently employed pursuant to this paragraph is entitled to continue to receive a pension but is not entitled to accrue service credit or to acquire or purchase service credit in the future for the period of the retired member's subsequent

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employment with an affiliated public employer.

- E. Within thirty days of taking office, a retired member who is elected to serve a term as an elected official in an office covered pursuant to the Public Employees Retirement Act shall file with the association an irrevocable application for the elected official's term of office to:
- (1) be exempt from membership and continue to receive a pension during the term of elected office; provided that the elected official shall not:
- (a) accrue service credit and shall not purchase service credit in the future for all or any part of the term of elected office; and
- (b) make member contributions and the affiliated public employer shall not make employer contributions during the term of elected office; or
- (2) terminate retirement and reinstate membership during the term of elected office; provided that, during the term of elected office:
- (a) payment of the pension shall be suspended;
- (b) the elected official shall accrue service credit;
- (c) the elected official and the affiliated public employer shall make the appropriate contributions; and

- (d) at the conclusion of the term of elected office, the elected official shall retire under the terms of the retirement plan under which the elected official first retired.
- F. A retired member who returned to work with an affiliated public employer prior to July 1, 2010 shall be subject to the provisions of Section 10-11-8 NMSA 1978 in effect on the date the retired member returned to work; provided that:
- (1) on and after July 1, 2010, the retired member shall pay the member contribution for the position in which the retired member is subsequently employed;
- (2) notwithstanding the provisions of Section 10-11-118 NMSA 1978, on and after July 1, 2013, the retired member's cost-of-living pension adjustment shall be suspended during the period of subsequent employment; and
- (3) upon termination of the subsequent employment with the affiliated public employer, the retired member's cost-of-living pension adjustment shall be reinstated as provided in Subsection B of Section 10-11-118 NMSA 1978.
- G. Notwithstanding the provisions of Subsection A of this section, a certified law enforcement officer who has retired under any municipal police coverage plan or state police member and adult correctional officer member coverage plan 1 and who is listed in the registry of retired certified .202801.1

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law enforcement officers maintained by the secretary of public safety may be subsequently temporarily employed by an affiliated public employer for a period of not more than thirty days for special events that require supplemental officers; provided that:

- the retired member has retired not more than three years prior to the date of commencement of the subsequent employment;
- the retired member has maintained New (2) Mexico law enforcement officer certification during retirement;
- the retired member's pension, including (3) any cost-of-living adjustment, shall continue to be paid upon commencement of the subsequent employment;
- the retired member shall not become a (4) member during the period of subsequent employment;
- (5) the retired member shall not accrue service credit for any portion of the period of subsequent employment; and
- the retired member and the subsequent affiliated public employer shall not make the member and employer contributions that would otherwise be applicable to the position during the term of subsequent employment."