

# SENATE BILL 503

K4

9lr2784  
CF 9lr1799

---

By: **Senators Peters, Edwards, Guzzone, King, Kramer, Rosapepe, Serafini, and Zucker**

Introduced and read first time: February 4, 2019

Assigned to: Budget and Taxation

---

## A BILL ENTITLED

1 AN ACT concerning

2 **Military Service Credit – Eligibility**

3 FOR the purpose of authorizing certain members of the State Retirement and Pension  
4 System to receive credit for certain military service if the member receives military  
5 service credit in another retirement system; and generally relating to members of  
6 the State Retirement and Pension System receiving military service credit.

7 BY repealing and reenacting, with amendments,  
8 Article – State Personnel and Pensions  
9 Section 38–104  
10 Annotated Code of Maryland  
11 (2015 Replacement Volume and 2018 Supplement)

12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,  
13 That the Laws of Maryland read as follows:

14 **Article – State Personnel and Pensions**

15 38–104.

16 (a) (1) This section applies to an individual who is:

17 (i) a member of a State system; or

18 (ii) a former member of a State system who is eligible to receive a  
19 benefit under § 29–302 or § 29–303 of this article.

20 (2) This section does not apply to a retiree of a State system.

21 (b) Except as provided in subsection (c) of this section, an individual described in

---

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 subsection (a) of this section, who has not met the conditions set forth in § 38–103(a)(2)  
 2 through (4) of this subtitle, is entitled to receive service credit for military service only on  
 3 the attainment of 10 years of service credit earned through employment as a member of a  
 4 State system.

5 (c) (1) An individual described in subsection (a) of this section may not receive  
 6 credit for that military service if the individual receives credit for military service from  
 7 another retirement system for which retirement benefits have been or will be received by  
 8 the individual.

9 (2) Paragraph (1) of this subsection does not apply to:

10 (i) credit for military service provided under:

- 11 1. the Social Security Act;
- 12 2. the National Railroad Retirement Act; or
- 13 3. Title 3 or Title 10, Chapter 1223, §§ 12731 through 12737  
 14 of the United States Code; [or]

15 (ii) disability payments from a pension or retirement system; **OR**

16 **(III) A MEMBER OR FORMER MEMBER OF THE:**

- 17 1. **CORRECTIONAL OFFICERS' RETIREMENT SYSTEM;**
- 18 2. **LAW ENFORCEMENT OFFICERS' PENSION SYSTEM;**
- 19 **AND**
- 20 3. **STATE POLICE RETIREMENT SYSTEM.**

21 (3) (i) Military service credit under this section may not exceed 5 years.

22 (ii) Subject to subparagraph (i) of this paragraph, a member of the  
 23 Maryland National Guard or of a reserve component of the armed forces of the United  
 24 States who has not been activated under Title 10 of the United States Code, shall receive  
 25 service credit at the rate of 4 months for each full year of service with the Maryland  
 26 National Guard or with a reserve component of the armed forces of the United States, not  
 27 to exceed a total of 36 months.

28 (d) (1) Except as provided in paragraph (2) of this subsection, the service credit  
 29 for military service that an individual receives under this section shall be applied to the  
 30 individual's retirement allowance using the accrual rate in effect at the time the individual  
 31 retires from a State system.

1                   (2) If an individual applies for military service credit on or after July 1,  
2 2011, the service credit for military service that the individual receives under this section  
3 shall be applied to the individual's retirement allowance using the accrual rate in effect at  
4 the time the individual submits an application for military service credit to the State  
5 Retirement Agency.

6                   SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July  
7 1, 2019.