1	HOUSE BILL NO. 328
2	INTRODUCED BY F. WILMER
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4	A BILL FOR AN ACT ENTITLED: "AN ACT PROVIDING FOR THE TRANSFER OF CERTAIN PUBLIC SAFETY
5	COMMUNICATIONS OFFICERS, ALSO KNOWN AS DISPATCHERS, FROM THE PUBLIC EMPLOYEES
6	RETIREMENT SYSTEM TO THE SHERIFFS' RETIREMENT SYSTEM; AMENDING SECTIONS 19-7-101
7	19-7-301, AND 19-7-302, MCA; AND PROVIDING AN EFFECTIVE DATE."
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9	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
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11	Section 1. Section 19-7-101, MCA, is amended to read:
12	"19-7-101. Definitions. Unless the context requires otherwise, the following definitions apply in this
13	chapter:
14	(1) (a) "Compensation" means remuneration paid from funds controlled by an employer for the member's
15	services or for time during which the member is excused from work because the member has taken
16	compensatory leave, sick leave, annual leave, or a leave of absence before any pretax deductions allowed by
17	state or federal law are made.
18	(b) Compensation does not include maintenance, allowances, and expenses.
19	(2) "Detention officer" means any detention officer who is hired by a sheriff, employed in a detention
20	center, and acting as a detention officer for the sheriff and who has received or is expected to receive training
21	to meet the employment standards set for detention officers by the Montana public safety officer standards and
22	training council established in 2-15-2029.
23	(3) "Highest average compensation" means a member's highest average monthly compensation during
24	any 36 consecutive months of membership service or, if a member has not served at least 36 months, the total
25	compensation earned divided by the number of months of service. Lump-sum payments for severance pay
26	including payment for compensatory leave, sick leave, and annual leave, paid to the member upon termination
27	of employment may be used in the calculation of a retirement benefit only to the extent that they are used to
28	replace, on a month-for-month basis, the normal compensation for a month or months included in the calculation
29	of the highest average compensation. A lump-sum payment may not be added to a single month's compensation
30	(4) "Investigator" means a person who is employed by the department of justice as a criminal investigator

- 1 or as a gambling investigator.
- (5) "Public safety communications officer" means a public safety communications officer as defined in
 7-31-201.

(5)(6) "Sheriff" means any elected or appointed county sheriff or undersheriff or any appointed, lawfully trained, appropriately salaried, and regularly acting deputy sheriff with the requisite professional certification and licensing."

- **Section 2.** Section 19-7-301, MCA, is amended to read:
- "19-7-301. Membership -- inactive vested members -- inactive nonvested members. (1) (a) Except as provided in subsection (1)(b), each sheriff shall must become a member of the sheriffs' retirement system.
 - (b) A sheriff who was a member of the public employees' retirement system on July 1, 1974, may remain a public employees' retirement system member or elect to become a member of the sheriffs' retirement system by filing a written election with the board at any time before retirement.
 - (2) (a) Except as provided in subsection (2)(b), an investigator shall must become a member of the sheriffs' retirement system.
 - (b) An investigator who was a member of the public employees' retirement system on July 1, 1993, may remain in the public employees' retirement system or elect to become a member of the sheriffs' retirement system by filing a written election with the board at any time before retirement.
 - (3) (a) Except as provided in subsection (3)(b), a detention officer shall <u>must</u> become a member of the sheriffs' retirement system.
 - (b) A detention officer who was a member of the public employees' retirement system on July 1, 2005, may remain in the public employees' retirement system or elect to become a member of the sheriffs' retirement system by filing a written election with the board before May 1, 2006.
 - (4) (a) Except as provided in subsection (4)(b), a public safety communications officer must become a member of the sheriffs' retirement system.
 - (b) A public safety communications officer who is a member of the public employees' retirement system on July 1, 2011, may remain in the public employees' retirement system or may elect to become a member of the sheriffs' retirement system by filing a written election with the board no later than October 1, 2011.
 - (4)(5) A member of the public employees' retirement system who begins employment in a position covered by the sheriffs' retirement system may remain in the public employees' retirement system or may elect



to become a member of the sheriffs' retirement system by filing a written election with the board no later than 30
 days after beginning the employment.

- (5)(6) A sheriff or investigator who elects to become a member of the sheriffs' retirement system must be an active member as long as actively employed in an eligible capacity, except as provided in 19-7-1101(2).
- (6)(7) (a) An inactive member with at least 5 years of membership service is an inactive vested member and retains the right to purchase service credit and to receive a retirement benefit under the provisions of this chapter.
- (b) If an inactive vested member chooses to take a lump-sum payment rather than a retirement benefit, the lump-sum payment consists of only the member's accumulated contributions and not the employer's contributions.
- (7)(8) (a) An inactive member with less than 5 years of membership service is an inactive nonvested member and is not eligible for any benefits from the retirement system.
- (b) An inactive nonvested member is eligible only for a refund of the member's accumulated contributions."

Section 3. Section 19-7-302, MCA, is amended to read:

- "19-7-302. Ineligibility for membership in public employees' retirement system. (1) After July 1, 1974, a sheriff may not become a member of the public employees' retirement system and the provisions of The Public Employees' Retirement System Act do not apply to sheriffs.
- (2) After July 1, 1993, an investigator is not eligible to become a member of the public employees' retirement system and the provisions of The Public Employees' Retirement System Act do not apply to investigators, except as provided in 19-7-301.
- (3) After July 1, 2005, a detention officer is not eligible to become a member of the public employees' retirement system and the provisions of The Public Employees' Retirement System Act do not apply to detention officers, except as provided in 19-7-301.
- (4) After July 1, 2011, a public safety communications officer is not eligible to become a member of the public employees' retirement system and the provisions of The Public Employees' Retirement System Act do not apply to public safety communications officers, except as provided in 19-7-301.
- (4)(5) This chapter may not be construed to deny any sheriff or investigator any benefits accrued under provisions of the public employees' retirement system prior to membership in this retirement system."



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2 <u>NEW SECTION.</u> **Section 4. Effective date.** [This act] is effective July 1, 2011.

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