## CERTIFICATION OF ENROLLMENT

## SUBSTITUTE SENATE BILL 5615

Chapter 451, Laws of 2005

59th Legislature 2005 Regular Session

LEOFF RETIREMENT--DISABILITY ALLOWANCE

EFFECTIVE DATE: 5/13/05

Passed by the Senate April 13, 2005 YEAS 47 NAYS 0

BRAD OWEN

President of the Senate

Passed by the House April 22, 2005 YEAS 98 NAYS 0

FRANK CHOPP

Speaker of the House of Representatives

Approved May 13, 2005.

CERTIFICATE

I, Thomas Hoemann, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 5615** as passed by the Senate and the House of Representatives on the dates hereon set forth.

THOMAS HOEMANN

Secretary

FILED

May 13, 2005 - 2:58 p.m.

CHRISTINE GREGOIRE

Governor of the State of Washington

Secretary of State State of Washington

## SUBSTITUTE SENATE BILL 5615

Passed Legislature - 2005 Regular Session

## State of Washington 59th Legislature 2005 Regular Session

**By** Senate Committee on Ways & Means (originally sponsored by Senators Franklin, Delvin, Kohl-Welles, Parlette, Roach, Brown, Schmidt, Berkey, McAuliffe and Oke; by request of LEOFF Plan 2 Retirement Board)

READ FIRST TIME 04/06/05.

AN ACT Relating to receiving a disability allowance under the law enforcement officers' and fire fighters' retirement system, plan 2; amending RCW 41.26.470; and declaring an emergency.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 **Sec. 1.** RCW 41.26.470 and 2004 c 4 s 1 are each amended to read as 6 follows:

A member of the retirement system who becomes totally 7 (1)8 incapacitated for continued employment by an employer as determined by the director shall be eligible to receive an allowance under the 9 10 provisions of RCW 41.26.410 through 41.26.550. Such member shall receive a monthly disability allowance computed as provided for in RCW 11 12 41.26.420 and shall have such allowance actuarially reduced to reflect the difference in the number of years between age at disability and the 13 attainment of age fifty-three, except under subsection (7) of this 14 15 section.

(2) Any member who receives an allowance under the provisions of 16 this 17 section shall be subject to such comprehensive medical 18 examinations required by the department. Ιf such medical as 19 examinations reveal that such a member has recovered from the

incapacitating disability and the member is no longer entitled to 1 benefits under Title 51 RCW, the retirement allowance shall be canceled 2 and the member shall be restored to duty in the same civil service 3 rank, if any, held by the member at the time of retirement or, if 4 5 unable to perform the duties of the rank, then, at the member's request, in such other like or lesser rank as may be or become open and 6 7 available, the duties of which the member is then able to perform. In no event shall a member previously drawing a disability allowance be 8 returned or be restored to duty at a salary or rate of pay less than 9 the current salary attached to the rank or position held by the member 10 at the date of the retirement for disability. 11 If the department determines that the member is able to return to service, the member is 12 entitled to notice and a hearing. Both the notice and the hearing 13 shall comply with the requirements of chapter 34.05 RCW, the 14 Administrative Procedure Act. 15

16 (3) Those members subject to this chapter who became disabled in 17 the line of duty on or after July 23, 1989, and who receive benefits 18 under RCW 41.04.500 through 41.04.530 or similar benefits under RCW 19 41.04.535 shall receive or continue to receive service credit subject 20 to the following:

(a) No member may receive more than one month's service credit ina calendar month.

(b) No service credit under this section may be allowed after a member separates or is separated without leave of absence.

25 (c) Employer contributions shall be paid by the employer at the 26 rate in effect for the period of the service credited.

(d) Employee contributions shall be collected by the employer and paid to the department at the rate in effect for the period of service credited.

30 (e) State contributions shall be as provided in RCW 41.45.060 and 31 41.45.067.

(f) Contributions shall be based on the regular compensation whichthe member would have received had the disability not occurred.

34 (g) The service and compensation credit under this section shall be 35 granted for a period not to exceed six consecutive months.

(h) Should the legislature revoke the service credit authorized
under this section or repeal this section, no affected employee is
entitled to receive the credit as a matter of contractual right.

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(4)(a) If the recipient of a monthly retirement allowance under 1 2 this section dies before the total of the retirement allowance paid to the recipient equals the amount of the accumulated contributions at the 3 date of retirement, then the balance shall be paid to the member's 4 5 estate, or such person or persons, trust, or organization as the recipient has nominated by written designation duly executed and filed 6 7 with the director, or, if there is no such designated person or persons still living at the time of the recipient's death, then to the 8 surviving spouse, or, if there is neither such designated person or 9 persons still living at the time of his or her death nor a surviving 10 spouse, then to his or her legal representative. 11

12 (b) If a recipient of a monthly retirement allowance under this 13 section died before April 27, 1989, and before the total of the retirement allowance paid to the recipient equaled the amount of his or 14 her accumulated contributions at the date of retirement, then the 15 department shall pay the balance of the accumulated contributions to 16 17 the member's surviving spouse or, if there is no surviving spouse, then in equal shares to the member's children. If there is no surviving 18 spouse or children, the department shall retain the contributions. 19

(5) Should the disability retirement allowance of any disability
beneficiary be canceled for any cause other than reentrance into
service or retirement for service, he or she shall be paid the excess,
if any, of the accumulated contributions at the time of retirement over
all payments made on his or her behalf under this chapter.

(6) A member who becomes disabled in the line of duty, and who ceases to be an employee of an employer except by service or disability retirement, may request a refund of one hundred fifty percent of the member's accumulated contributions. Any accumulated contributions attributable to restorations made under RCW 41.50.165(2) shall be refunded at one hundred percent. A person in receipt of this benefit is a retiree.

(7) A member who becomes disabled in the line of duty shall be entitled to receive a minimum retirement allowance equal to ten percent of such member's final average salary. The member shall additionally receive a retirement allowance equal to two percent of such member's average final salary for each year of service beyond five((, and shall have the allowance actuarially reduced to reflect the difference in the

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1 number of years between age at disability and the attainment of age

2 fifty-three. An additional benefit shall not result in a total monthly

3 benefit greater than that provided in subsection (1) of this section)).

<u>NEW SECTION.</u> Sec. 2. This act is necessary for the immediate
 preservation of the public peace, health, or safety, or support of the
 state government and its existing public institutions, and takes effect
 immediately.
 Passed by the Senate April 13, 2005.
 Passed by the House April 22, 2005.

Passed by the House April 22, 2005. Approved by the Governor May 13, 2005. Filed in Office of Secretary of State May 13, 2005.