CERTIFICATION OF ENROLLMENT

HOUSE BILL 2398

Chapter 97, Laws of 1992

52nd Legislature 1992 Regular Session

VOLUNTEER FIRE FIGHTERS' RELIEF AND PENSION FUND--ADMINISTRATIVE AND ELIGIBILITY REVISIONS

EFFECTIVE DATE: 7/1/92

Passed by the House February 13, 1992 Yeas 96 Nays 0

JOE KING

Speaker of the House of Representatives

Passed by the Senate March 12, 1992 Yeas 46 Nays 1 CERTIFICATE

I, Alan Thompson, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is HOUSE BILL 2398 as passed by the House of Representatives and the Senate on the dates hereon set forth.

JOEL PRITCHARD

ALAN THOMPSON

President of the Senate

Chief Clerk

Approved March 31, 1992

FILED

March 31, 1992 - 9:50 a.m.

BOOTH GARDNER

Governor of the State of Washington

Secretary of State State of Washington

HOUSE BILL 2398

Passed Legislature - 1992 Regular Session

State of Washington 52nd Legislature 1992 Regular Session

By Representatives Fraser, Ballard, Wang, Bowman, Carlson, Sheldon, Rasmussen, Casada, J. Kohl and Morton; by request of Board for Volunteer Fire Fighters

Read first time 01/16/92. Referred to Committee on Appropriations.

- 1 AN ACT Relating to the volunteer fire fighters' relief and pension
- 2 fund; amending RCW 41.24.030 and 41.24.170; and providing an effective
- 3 date.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 41.24.030 and 1991 1st sp.s. c 13 s 98 are each
- 6 amended to read as follows:
- 7 (1) There is created in the state treasury a trust fund for the
- 8 benefit of the fire fighters of the state covered by this chapter,
- 9 which shall be designated the volunteer fire fighters' relief and
- 10 pension principal fund and shall consist of:
- 11 $((\frac{1}{1}))$ (a) All bequests, fees, gifts, emoluments, or donations
- 12 given or paid to the fund.
- $((\frac{2}{2}))$ An annual fee for each member of its fire department to
- 14 be paid by each municipal corporation for the purpose of affording the

- 1 members of its fire department with protection from death or disability
- 2 as ((herein)) provided in this chapter as follows:
- 3 $((\frac{a}{a}))$ (i) Ten dollars for each volunteer or part-paid member of
- 4 its fire department;
- (((b))) (ii) A sum equal to one and one-half of one percent of the
- 6 annual salary attached to the rank of each full-paid member of its fire
- 7 department, prorated for 1970 on the basis of services prior to March
- 8 1, 1970.
- 9 $((\frac{3}{3}))$ (c) Where a municipal corporation has elected to make
- 10 available to the members of its fire department the retirement
- 11 provisions as ((herein)) provided in this chapter, an annual fee of
- 12 ((thirty)) sixty dollars for each of its fire fighters electing to
- 13 enroll therein, ((ten)) thirty dollars of which shall be paid by the
- 14 municipality and ((twenty)) thirty dollars of which shall be paid by
- 15 the fire fighter.
- 16 $((\frac{4}{1}))$ (d) Forty percent of all moneys received by the state from
- 17 taxes on fire insurance premiums shall be paid into the state treasury
- 18 and credited to the administrative fund created in subsection (2) of
- 19 this section.
- (((5))) (e) The state investment board, upon request of the state
- 21 treasurer shall have full power to invest or reinvest such portion of
- 22 the amounts credited to the principal fund as is not, in the judgment
- 23 of the treasurer, required to meet current withdrawals. Such
- 24 investments shall be made in the manner prescribed by RCW 43.84.150 and
- 25 not otherwise.
- 26 (((+6+))) (f) All bonds or other obligations purchased according to
- 27 ((subsection (5))) <u>(e)</u> of this ((section)) <u>subsection</u> shall be
- 28 forthwith placed in the custody of the state treasurer, and he or she
- 29 shall collect the principal thereof and interest thereon when due.

- 1 The state investment board may sell any of the bonds or obligations
- 2 so acquired and the proceeds thereof shall be paid to the state
- 3 treasurer.
- 4 The interest and proceeds from the sale and redemption of any bonds
- 5 or other obligations held by the fund and invested by the state
- 6 investment board shall be credited to and form a part of the principal
- 7 fund, less the allocation to the state investment board expense account
- 8 pursuant to RCW 43.33A.160.
- 9 All amounts credited to the <u>principal</u> fund shall be available for
- 10 making the benefit payments required by this chapter.
- 11 The state treasurer shall make an annual report showing the
- 12 condition of the fund.
- 13 (2) The volunteer fire fighters' relief and pension administrative
- 14 fund is hereby created in the state treasury. Moneys in the account,
- 15 <u>including unanticipated revenues under RCW 43.79.270</u>, may be spent only
- 16 after appropriation, and may be used only for operating expenses of the
- 17 volunteer fire fighters' relief and pension principal fund, the
- 18 operating expenses of the volunteer fire fighters' relief and pension
- 19 <u>administrative fund</u>, or for transfer from the administrative fund to
- 20 the principal fund.
- 21 (a) The state board shall compute a percentage of the amounts
- 22 <u>credited to the administrative fund to be paid into the principal fund.</u>
- 23 (b) For the purpose of providing amounts to be used to defray the
- 24 cost of administration of the principal and administrative funds, the
- 25 state board shall ascertain at the beginning of each biennium and
- 26 request from the legislature an appropriation from the administrative
- 27 fund sufficient to cover estimated expenses for the biennium.
- 28 **Sec. 2.** RCW 41.24.170 and 1989 c 91 s 4 are each amended to read
- 29 as follows:

- 1 Whenever any fire fighter has been a member and served honorably
- 2 for a period of ten years or more as an active member in any capacity,
- 3 of any regularly organized volunteer fire department of any
- 4 municipality in this state, and which municipality and fire fighter are
- 5 enrolled under the retirement provisions, and the fire fighter has
- 6 reached the age of sixty-five years, the board of trustees shall order
- 7 and direct that he or she be retired and be paid a monthly pension as
- 8 provided in this section.
- 9 Whenever a fire fighter has been a member, and served honorably for
- 10 a period of twenty-five years or more as an active member in any
- 11 capacity, of any regularly organized volunteer fire department of any
- 12 municipality in this state, and he or she has reached the age of sixty-
- 13 five years, and the annual retirement fee has been paid for a period of
- 14 twenty-five years, the board of trustees shall order and direct that he
- 15 or she be retired and such fire fighter be paid a monthly pension of
- 16 two hundred <u>twenty-five</u> dollars from the fund for the balance of that
- 17 fire fighter's life.
- 18 Whenever any fire fighter has been a member, and served honorably
- 19 for a period of twenty-five years or more as an active member in any
- 20 capacity, of any regularly organized volunteer fire department of any
- 21 municipality in this state, and the fire fighter has reached the age of
- 22 sixty-five years, and the annual retirement fee has been paid for a
- 23 period of less than twenty-five years, the board of trustees shall
- 24 order and direct that he or she be retired and that such fire fighter
- 25 shall receive a minimum monthly pension of twenty-five dollars
- 26 increased by the sum of ((seven)) eight dollars each month for each
- 27 year the annual fee has been paid, but not to exceed the maximum
- 28 monthly pension ((herein)) provided in this section, for the balance of
- 29 the fire fighter's life.

- 1 No pension ((herein)) provided in this section may become payable
- 2 before the sixty-fifth birthday of the fire fighter, nor for any
- 3 service less than twenty-five years: PROVIDED, HOWEVER, That:
- 4 (1) Any fire fighter, upon completion of twenty-five years' service
- 5 and attainment of age sixty, may irrevocably elect, in lieu of the
- 6 pension to which that fire fighter would be entitled ((hereunder))
- 7 <u>under this section</u> at age sixty-five, to receive for the balance of his
- 8 or her life a monthly pension equal to sixty percent of such pension.
- 9 (2) Any fire fighter, upon completion of twenty-five years' service
- 10 and attainment of age sixty-two, may irrevocably elect, in lieu of the
- 11 pension to which that fire fighter would be entitled ((hereunder))
- 12 <u>under this section</u> at age sixty-five, to receive for the balance of his
- 13 or her life a monthly pension equal to seventy-five percent of such
- 14 pension.
- 15 (3) Any fire fighter, upon completion of less than twenty-five
- 16 years of service shall receive the applicable reduced pension provided
- 17 ((below)) in this subsection, according to the age at which that fire
- 18 fighter elects to begin to receive the pension. If receipt of the
- 19 benefits begins at age sixty-five the fire fighter shall receive one
- 20 hundred percent of the reduced benefit; at age sixty-two the fire
- 21 fighter shall receive seventy-five percent of the reduced benefit; and
- 22 at age sixty the fire fighter shall receive sixty percent of the
- 23 reduced benefit. The reduced benefit shall be computed as follows:
- 24 (a) Upon completion of ten years, but less than fifteen years of
- 25 service, a monthly pension equal to fifteen percent of such pension as
- 26 the fire fighter would have been entitled to receive at age sixty-five
- 27 after twenty-five years of service;
- 28 (b) Upon completion of fifteen years, but less than twenty years of
- 29 service, a monthly pension equal to thirty percent of such pension as

- 1 the fire fighter would have been entitled to receive at age sixty-five
- 2 after twenty-five years of service; and
- 3 (c) Upon completion of twenty years, but less than twenty-five
- 4 years of service, a monthly pension equal to sixty percent of such
- 5 pension as the fire fighter would have been entitled to receive at age
- 6 sixty-five after twenty-five years of service.
- 7 NEW SECTION. Sec. 3. This act shall take effect July 1, 1992.

Passed the House February 13, 1992. Passed the Senate March 12, 1992. Approved by the Governor March 31, 1992. Filed in Office of Secretary of State March 31, 1992.