CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 5030

Chapter 74, Laws of 1999

56th Legislature 1999 Regular Session

WASHINGTON STATE PATROL SURVIVING SPOUSE RETIREMENT ALLOWANCE--ANNUAL INCREASE

EFFECTIVE DATE: 7/25/99

Passed by the Senate March 11, 1999 YEAS 45 NAYS 0

BRAD OWEN

President of the Senate

Passed by the House April 9, 1999 YEAS 93 NAYS 0

CLYDE BALLARD

Speaker of the House of Representatives

FRANK CHOPP

Speaker of the House of Representatives

Approved April 22, 1999

CERTIFICATE

I, Tony M. Cook, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 5030** as passed by the Senate and the House of Representatives on the dates hereon set forth.

TONY M. COOK

Secretary

FILED

April 22, 1999 - 3:36 p.m.

GARY LOCKE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE SENATE BILL 5030

Passed Legislature - 1999 Regular Session

State of Washington 56th Legislature 1999 Regular Session

By Senate Committee on Ways & Means (originally sponsored by Senators Long, Fraser, Winsley, Franklin, Bauer, Jacobsen, Roach, T. Sheldon, Johnson and Rasmussen; by request of Joint Committee on Pension Policy)

Read first time 02/25/1999.

AN ACT Relating to the Washington state patrol surviving spouse retirement allowance; amending RCW 43.43.120 and 43.43.274; and adding new sections to chapter 43.43 RCW.

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

5 Sec. 1. RCW 43.43.120 and 1983 c 81 s 1 are each amended to read 6 as follows:

7 As used in the following sections, unless a different meaning is 8 plainly required by the context:

9 (1) "Retirement system" means the Washington state patrol 10 retirement system.

(2) "Retirement fund" means the Washington state patrol retirementfund.

13 (3) "State treasurer" means the treasurer of the state of 14 Washington.

15 (4) "Member" means any person included in the membership of the 16 retirement fund.

17 (5) "Employee" means any commissioned employee of the Washington18 state patrol.

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1 (6)(a) "Cadet," for a person who became a member of the retirement 2 system after June 12, 1980, is a person who has passed the Washington 3 state patrol's entry-level oral, written, physical performance, and 4 background examinations and is, thereby, appointed by the chief as a 5 candidate to be a commissioned officer of the Washington state patrol.

(b) "Cadet," for a person who became a member of the retirement б 7 system before June 12, 1980, is a trooper cadet, patrol cadet, or 8 employee of like classification, employed for the express purpose of 9 receiving the on-the-job training required for attendance at the state 10 patrol academy and for becoming a commissioned trooper. "Like classification" includes: Radio operators or dispatchers; persons 11 12 providing security for the governor or legislature; patrolmen; drivers' 13 license examiners; weighmasters; vehicle safety inspectors; central wireless operators; and warehousemen. 14

15 (7) "Beneficiary" means any person in receipt of retirement16 allowance or any other benefit allowed by this chapter.

17 (8) "Regular interest" means interest compounded annually at such18 rates as may be determined by the director.

(9) "Retirement board" means the board provided for in this20 chapter.

21 (10) "Insurance commissioner" means the insurance commissioner of 22 the state of Washington.

(11) "Lieutenant governor" means the lieutenant governor of thestate of Washington.

25 (12) "Service" shall mean services rendered to the state of 26 Washington or any political subdivisions thereof for which compensation 27 has been paid. Full time employment for seventy or more hours in any given calendar month shall constitute one month of service. 28 An employee who is reinstated in accordance with RCW 43.43.110 shall 29 30 suffer no loss of service for the period reinstated subject to the contribution requirements of this chapter. Only months of service 31 shall be counted in the computation of any retirement allowance or 32 other benefit provided for herein. 33 Years of service shall be 34 determined by dividing the total number of months of service by twelve. 35 Any fraction of a year of service as so determined shall be taken into account in the computation of such retirement allowance or benefit. 36

(13) "Prior service" shall mean all services rendered by a member
to the state of Washington, or any of its political subdivisions prior
to August 1, 1947, unless such service has been credited in another

public retirement or pension system operating in the state of
 Washington.

3 (14) "Current service" shall mean all service as a member rendered4 on or after August 1, 1947.

5 (15) "Average final salary" shall mean the average monthly salary 6 received by a member during the member's last two years of service or 7 any consecutive two-year period of service, whichever is the greater, 8 as an employee of the Washington state patrol; or if the member has 9 less than two years of service, then the average monthly salary 10 received by the member during the member's total years of service.

(16) "Actuarial equivalent" shall mean a benefit of equal value when computed upon the basis of such mortality table as may be adopted and such interest rate as may be determined by the director.

14 (17) Unless the context expressly indicates otherwise, words 15 importing the masculine gender shall be extended to include the 16 feminine gender and words importing the feminine gender shall be 17 extended to include the masculine gender.

18 (18) "Director" means the director of the department of retirement19 systems.

(19) "Department" means the department of retirement systemscreated in chapter 41.50 RCW.

(20) "State actuary" or "actuary" means the person appointedpursuant to RCW 44.44.010(2).

(21) "Contributions" means the deduction from the compensation of
 each member in accordance with the contribution rates established under
 RCW 43.43.300.

(22) "Annual increase" means as of July 1, 1999, seventy-seven
 cents per month per year of service which amount shall be increased
 each subsequent July 1st by three percent, rounded to the nearest cent.

30 <u>NEW SECTION.</u> Sec. 2. A new section is added to chapter 43.43 RCW 31 to read as follows:

(1) Beginning July 1, 1999, and annually thereafter, the surviving spouse allowance provided in RCW 43.43.270 shall be adjusted by the annual increase amount. To be eligible, a surviving spouse must have attained at least age sixty-six by July 1st in the calendar year in which the annual increase is provided.

37 (2) The legislature reserves the right to amend or repeal this38 section in the future and no member or beneficiary has a contractual

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1 right to receive this postretirement adjustment not granted prior to
2 that time.

3 Sec. 3. RCW 43.43.274 and 1997 c 72 s 1 are each amended to read 4 as follows:

Effective July 1, 1997, the retirement allowance under RCW 5 43.43.260 and 43.43.270(2) shall not be less than twenty dollars per б 7 month for each year of service. Effective July 1, 1999, and annually thereafter, the retirement allowance provided under this section shall 8 be adjusted by the annual increase amount. If the member has elected 9 to receive a reduced retirement allowance under RCW 43.43.280(2), the 10 minimum retirement allowance under this section shall be reduced 11 accordingly. 12

13 <u>NEW SECTION.</u> Sec. 4. A new section is added to chapter 43.43 RCW 14 to read as follows:

By July 1, 2000, the department of retirement systems shall adopt 15 rules that allow a member to select, in lieu of benefits under RCW 16 17 43.43.270, an actuarially equivalent retirement option that pays the 18 member a reduced retirement allowance and upon death shall be continued throughout the life of a lawful surviving spouse. 19 The continuing 20 allowance to the lawful surviving spouse shall be subject to the yearly 21 increase provided by RCW 43.43.260(5) in lieu of the annual increase 22 provided in section 2 of this act.

> Passed the Senate March 11, 1999. Passed the House April 9, 1999. Approved by the Governor April 22, 1999. Filed in Office of Secretary of State April 22, 1999.

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