

HOUSE BILL NO. 1071

Introduced by

Government and Veterans Affairs Committee

(At the request of the Public Employees Retirement System)

1 A BILL for an Act to create and enact a new paragraph to subdivision b of subsection 4 of
2 section 54-52-17 of the North Dakota Century Code, relating to postretirement adjustments for
3 supreme and district court judges under the public employees retirement system; and to amend
4 and reenact subdivision e of subsection 4 of section 54-52-17 and subsection 6 of section
5 54-52-17 of the North Dakota Century Code, relating to disability retirement and survivor's
6 benefits for supreme and district court judges under the public employees retirement system.

7 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

8 **SECTION 1.** A new paragraph to subdivision b of subsection 4 of section 54-52-17 of
9 the 1997 Supplement to the North Dakota Century Code is created and enacted as follows:

10 A participant who is receiving a monthly retirement benefit on
11 December thirty-first is entitled to receive a two percent increase in the
12 participant's present monthly benefit with the increased benefit payable
13 each month thereafter beginning on January first. After receiving the
14 annual valuation, the board may suspend the increase, in whole or in
15 part, for the upcoming year if the board determines that the increase is
16 not actuarially prudent, but any suspension must be made before
17 December thirty-first.

18 **SECTION 2. AMENDMENT.** Subdivision e of subsection 4 of section 54-52-17 of the
19 1997 Supplement to the North Dakota Century Code is amended and reenacted as follows:

20 e. ~~Disability~~ Except for supreme and district court judges, disability retirement
21 benefits are twenty-five percent of the member's final average salary.
22 Disability retirement benefits for supreme and district court judges are seventy
23 percent of final average salary reduced by the member's primary social
24 security benefits and by any workers' compensation benefits paid. The

1 minimum monthly disability retirement benefit under this section is one
2 hundred dollars. A participant who, on July 31, 1997, is receiving disability
3 retirement benefits that are not based upon the benefit multiplier is entitled to
4 receive an increase in benefits equal to five percent of the individual's present
5 benefit with the increased benefits payable beginning August 1, 1997.

6 **SECTION 3. AMENDMENT.** Subsection 6 of section 54-52-17 of the 1997 Supplement
7 to the North Dakota Century Code is amended and reenacted as follows:

8 6. If before retiring a member dies after completing five years of eligible employment,
9 the board shall pay the member's account balance to the member's surviving
10 spouse. However, if there is no surviving spouse or the surviving spouse
11 designates an alternate beneficiary in writing, the board shall pay the member's
12 account balance to the member's beneficiary or, if there is no named beneficiary,
13 to the member's estate. If the member has not designated an alternate
14 beneficiary, the surviving spouse of the member may select ~~one of the following~~
15 optional forms of payment a form of payment as follows:

16 a. If the member was a supreme or district court judge, the surviving spouse
17 may select one of the following optional forms of payment:

18 (1) A lump sum payment of the member's retirement account as of the date
19 of death.

20 (2) Payments as calculated for the deceased member as if the member
21 was of normal retirement age at the date of death, payable until the
22 spouse dies.

23 b. The surviving spouse of all other members may select one of the following
24 options:

25 a- (1) A lump sum payment of the member's retirement account as of the date
26 of death.

27 b- (2) Payments for sixty months as calculated for the deceased member as if
28 the member was of normal retirement age at the date of death.

29 e- (3) Payment of a monthly retirement benefit equal to fifty percent of the
30 deceased member's accrued single life retirement benefits until the
31 spouse dies.

