Dear Chairman Schauer and Members of the Government and Veterans Affairs Committee,

Thank you for the opportunity to speak to you today in support of House Bill 1419. My name is Sarah Miller, Public Safety Telecommunications Director and 911 Coordinator for Barnes County Dispatch and President of the North Dakota 911 Association. I have been serving this industry for 15 years in various roles such as Public Safety Telecommunicator, Public Safety Telecommunications Supervisor, Reserve Deputy, and Emergency Medical Technician. The testimony I am providing you with today is testimony on behalf of myself only and not the official positions of any organization I am affiliated with.

I am here today to express my support for House Bill 1419, which seeks to include Public Safety Telecommunicators in the Public Safety Retirement Plan. Public Safety Telecommunicators are the first link in the vital chain of emergency services provided to the public. They are the "first" first responders and the first point of contact in an emergency. Their expertise, quick thinking, and ability to make split-second decisions under pressure literally means the difference between someone living and someone dying.

This work requires the same level of dedication, training, and professionalism as that of firefighters, emergency medical services personnel, and law enforcement officers. Public Safety Telecommunicators are held to the same security clearances as our law enforcement partners and training programs are rigorous, often lasting four to six months in order to become proficient at a multitude of difficult skills and multitasking. Public Safety Telecommunicators are exposed to distressing and traumatic calls, yet must remain calm, focused, and professional in order to provide critical assistance to their caller and responding units. They make life saving decisions, provide critical instructions to callers (such as CPR and childbirth guidance), all while also providing coordination in these complex situations, keeping responding agencies updated with real-time information. This work ensures that responders arrive on-scene prepared, with necessary resources, and most importantly, safely.

While supporting this needed inclusion, I feel it is important to note the evolution of this profession and recognition of the term "dispatchers" needing to be replaced with Public Safety Telecommunicator, as defined in North Dakota Century Code 57-40.6-01, to better align with existing legislation and provide continuity in our profession. This updated title better encompasses the depth and alignment of the skills and job duties this role provides in the emergency response ecosystem.

Inclusion in the public safety retirement plan is another necessary step forward in recognizing the true reality of the work these men and women do 24 hours a day, 7 days a week, 365 days a year. We recognize the responsibility, the expertise, and the immense pressure they shoulder each day as they leave their families, sign into their consoles, and take that first call each shift. These dedicated individuals are indispensable to public safety, and they deserve to be recognized as equals and receive the same benefits as their first responder partners. Additionally, this inclusion will further advance retention and recruitment of necessary processionals needed to serve their communities as Public Safety Telecommunicators.

Thank you for your time, consideration, and recognition of this important inclusion for Public Safety Telecommunicators. I am happy to answer any questions you may have.

Sincerely,

Sarah Miller

Public Safety Telecommunications Director/911 Coordinator

anhMiller

Barnes County Dispatch

701-845-8187

Sixty-ninth Legislative Assembly of North Dakota

HOUSE BILL NO. 1419

Introduced by

Representatives Porter, Dockter, Heinert, O'Brien, M. Ruby, Satrom, Schauer Senators Axtman, Cleary, Lee, Meyer, Roers

- 1 A BILL for an Act to amend and reenact sections 54-52-01,54-52-02.1, 54-52-02.15,
- 2 54-52-06.3, 54-52-06.4, and 54-52-17 of the North Dakota Century Code, relating to the public
- 3 employees retirement system public safety retirement plan.

4 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 5 **SECTION 1. AMENDMENT.** Section 54-52-01 of the North Dakota Century Code is 6 amended and reenacted as follows:
- 7 54-52-01. Definition of terms.
- 8 As used in this chapter, unless the context otherwise requires:
- 9 1. "Account balance" means the total contributions made by the employee, vested
 10 employer contributions under section 54-52-11.1, the vested portion of the vesting
 11 fund as of June 30, 1977, and interest credited thereon at the rate established by the
 12 board.
- 13 2. "Beneficiary" means any person in receipt of a benefit provided by this plan or any person designated by a participating member to receive benefits.
- 15 "Correctional officer" means a participating member who is employed as a correctional 3. 16 officer by a political subdivision and, notwithstanding subsection 16, for an individual 17 employed on or after the effective date of this Act, is employed at least thirty-two hours 18 per week and at least twenty weeks each year of employment. A correctional officer 19 who is a participating member of the public safety retirement plan created by this 20 chapter who begins employment on or after the effective date of this Act is ineligible to 21 participate concurrently in any other retirement plan administered by the public 22 employees retirement system.

1 "Deferred member" means a participating member who is not actively participating in 2 the main plan under this chapter and who has an account intact in the main plan under 3 this chapter. 4 "DispatcherPublic Safety Telecommunicator" means a participating member who is employed as a state radio 5 dispatcher by the state or is employed as a public safety answering point dispatcher Public Safety Telecommunicator 6 by a political subdivision, as defined under section 57-40.6-01-and, notwithstanding subsection 16, for an individual 7 employed on or after the effective date of this Act, is employed at least thirty-two hours 8 per week and at least twenty weeks each year of employment. Adispatcher public safety telecommunicator who is a 9 participating member of the public safety retirement plan created by this chapter who 10 begins employment on or after the effective date of this Act is ineligible to participate 11 concurrently in any other retirement plan administered by the public employees 12 retirement system. 13 "Eligible employee", except as otherwise provided under section 54-52-02.15, means <u>6.</u> 14 a permanent employee who meets all of the eligibility requirements set by this chapter 15 and who is eighteen years or more of age. The term includes appointive and elective 16 officials under sections 54-52-02.5, 54-52-02.11, and 54-52-02.12, and nonteaching 17 employees of the superintendent of public instruction, including the superintendent of 18 public instruction, who elect to transfer from the teachers' fund for retirement to the 19 public employees retirement system under section 54-52-02.13, and employees of the 20 state board for career and technical education who elect to transfer from the teachers' 21 fund for retirement to the public employees retirement system under section 22 54-52-02.14. The term does not include nonclassified state employees who elected 23 under section 54-52.6-02 to become members of the retirement plan established 24 under chapter 54-52.6. The term does include employees of the judicial branch and 25 employees of the board of higher education and state institutions under the jurisdiction 26 of the board of higher education. 27 "Emergency medical services personnel" means a participating member employed by 6.7. 28 a political subdivision as an emergency medical services personnel, as defined under 29

section 23-27-02 and, notwithstanding subsection 16, for an individual employed on or

after the effective date of this Act, is employed at least thirty-two hours per week and

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1 personnel who is a participating member of the public safety retirement plan created 2 by this chapter who begins employment on or after the effective date of this Act is 3 ineligible to participate concurrently in any other retirement plan administered by the public employees retirement system. 4 "Employee" means any individual employed by a governmental unit, whose 5 8. 6 compensation is paid out of the governmental unit's funds, or funds controlled or 7 administered by a governmental unit, or paid by the federal government through any of 8 its executive or administrative officials; licensed employees of a school district means 9 those employees eligible to participate in the teachers' fund for retirement who, except 10 under subsection 2 of section 54-52-17.2, are not eligible employees under this 11 chapter. 12 "Employer" means a governmental unit. 7.9. 13 "Firefighter" means a participating member who is employed as a firefighter by a 8.10. 14 political subdivision and, notwithstanding subsection 13, for an individual employed after July 31, 2017, is employed at least thirty-two hours per week and at least twenty 15 16 weeks each year of employment. A firefighter who is a participating member of the law 17 enforcement public safety retirement plan created by this chapter who begins employment after July 31, 2017, is ineligible to participate concurrently in any other 18 19 retirement plan administered by the public employees retirement system. The term 20 does not include a firefighter employee of the North Dakota national guard. 21 "Funding agent" or "agents" means an investment firm, trust bank, or other financial 9.11. 22 institution which the retirement board may select to hold and invest the employers' and 23 members' contributions. "Governmental unit" means the state of North Dakota, except the highway patrol for 24 10.12. members of the retirement plan created under chapter 39-03.1, or a participating 25 26 political subdivision of the state. 27 "National guard security officer or firefighter" means a participating member who is: 11.13. 28 A security police employee of the North Dakota national guard; or a. 29 b. A firefighter employee of the North Dakota national guard. "Participating member" means an eligible employee who through payment into the 30 12.14. 31 plan has established a claim against the plan.

1	13. 15.	"Peace officer" means a participating member who is a peace officer as defined in
2		section 12-63-01 and is employed as a peace officer by the state, except by the
3		highway patrol for members of the retirement plan created under chapter 39-03.1, or is
4		employed by a political subdivision and, notwithstanding subsection 14, for persons
5		employed after August 1, 2005, is employed thirty-two hours or more per week and at
6		least twenty weeks each year of employment. Apeace officer who is a participating
7		member of the law enforcement public safety retirement plan created by this chapter
8		who begins employment after August 1, 2005, is ineligible to participate concurrently in
9		any other retirement plan administered by the public employees retirement system.
10	14. 16.	"Permanent employee" means an employee whose services are not limited in duration
11		and who is filling an approved and regularly funded position in an eligible
12		governmental unit, and is employed twenty hours or more per week and at least
13		twenty weeks each year of employment.
14	15. <u>17.</u>	"Prior service" means service or employment before July 1, 1966.
15	16. 18.	"Prior service credit" means such credit toward a retirement benefit as the retirement
16		board may determine under the provisions of this chapter.
17	17. <u>19.</u>	"Public employees retirement system" means the retirement plan and program
18		established by this chapter.
19	18. <u>20.</u>	"Retirement" means the acceptance of a retirement allowance under this chapter upon
20		either termination of employment or termination of participation in the retirement plan.
21	19. 21.	"Retirement board" or "board" means the governing authority created under section
22		54-52-03.
23	20. 22.	"Seasonal employee" means a participating member who does not work twelve
24		months a year.
25	21 <u>23.</u>	"Service" means employment on or after July 1, 1966.
26	22. 24.	"Service benefit" means the credit toward retirement benefits as determined by the
27		retirement board under the provisions of this chapter.
28	23. <u>25.</u>	"Temporary employee" means an employee who is not eligible to participate as a
29		permanent employee, who is at least eighteen years old and not actively contributing
30		to another employer-sponsored pension fund, and, if employed by a school district,
31		occupies a noncertified teacher's position.

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1 24.26. "Wages" and "salaries" means the member's earnings in eligible employment under 2 this chapter reported as salary on the member's federal income tax withholding 3 statements plus any salary reduction or salary deferral amounts under 26 U.S.C. 125, 4 401(k), 403(b), 414(h), or 457. "Salary" does not include fringe benefits such as 5 payments for unused sick leave, personal leave, vacation leave paid in a lump sum, 6 overtime, housing allowances, transportation expenses, early retirement incentive pay, 7 severance pay, medical insurance, workforce safety and insurance benefits, disability 8 insurance premiums or benefits, or salary received by a member in lieu of previously 9 employer-provided fringe benefits under an agreement between the member and 10 participating employer. Bonuses may be considered as salary under this section if 11 reported and annualized pursuant to rules adopted by the board.

SECTION 2. AMENDMENT. Section 54-52-02.1 of the North Dakota Century Code is amended and reenacted as follows:

54-52-02.1. Political subdivisions authorized to join public employees retirement system.

- A political subdivision may, on behalf of its permanent employees, on behalf of its peace officers, firefighters, dispatchers public safety telecommunicators, emergency medical services personnel, and correctional officers separately from its other employees, and permanent noncertified employees only in the case of school districts, enter agreements with the retirement board for the purpose of extending the benefits of the public employees retirement system, as provided in this chapter, to those employees. The agreement may, in accordance with this chapter, contain provisions relating to benefits, contributions, effective date, modification, administration, and other appropriate provisions as the retirement board and the political subdivision agree upon, but the agreement must provide:
- a. The political subdivision will contribute on behalf of each eligible employee an amount equal to that provided in section 54-52-06 or 54-52-06.3 for peace officers, firefighters, dispatcherspublic safety telecommunicators, emergency medical services personnel, and correctional officers participating separately from other political subdivision employees.

1 A portion of the moneys paid by the political subdivision may be used to pay 2 administrative expenses of the retirement board. 3 2. Notwithstanding any other provision of law, a political subdivision having an existing 4 police, dispatcher public safety telecommunicator, emergency medical services personnel, or firefighter pension plan 5 may merge that plan into the public employees retirement system under rules adopted 6 by and in a manner determined by the board. 7 3. Notwithstanding any other provision of this chapter, a political subdivision of this state 8 not currently participating in the public employees retirement system may not become 9 a participant in the retirement system until an actuarial study is performed under the 10 direction of the board to calculate the required employer contribution for any past 11 service liability and the required employer contribution must be an amount determined 12 sufficient to amortize and fund any past service liability over a period not to exceed 13 thirty years as determined by the board. Any fees incurred in performing the actuarial 14 study must be paid for by the political subdivision in a manner determined by the 15 board. 16 **SECTION 3. AMENDMENT.** Section 54-52-02.15 of the North Dakota Century Code is 17 amended and reenacted as follows: 18 54-52-02.15. Public employees retirement system main plan - Closure to new hires -19 Multiple plan membership. 20 1. Under this section "eligible employee" means a permanent employee who: 21 a. Meets all the eligibility requirements set by this chapter; 22 b. Is at least eighteen years of age; 23 Becomes a participating member after December 31, 2024; and C. 24 d. Is not eligible to participate in the law enforcement public safety plan, judges plan, 25 highway patrol plan, teachers' fund for retirement plan, or alternative retirement 26 program established under section 15-10-17 for university system employees. 27 2. Effective January 1, 2025, the public employees retirement system defined benefit 28 main plan maintained for employees is closed to new eligible employees. However, an 29 employee who becomes a participating or deferred member under this chapter before 30 January 1, 2025, remains in the defined benefit retirement plan under this chapter.

regardless of being rehired after December 31, 2024.

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- Except as otherwise provided under this section, effective January 1, 2025, an eligible
 employee who begins employment with an employer shall participate in the defined
 contribution retirement plan under chapter 54-52.6 as provided under section
 54-52.6-02.1.
 - 4. This section does not impact an employee to the extent the employee is a participating member in one or more of the following enumerated <u>retirement</u> plans: law enforcement public safety plan, judges' plan, highway patrol plan, teachers' fund for retirement plan, or alternative retirement program established under section 15-10-17 for university system employees.
 - a. A participating or deferred member in the defined contribution retirement plan under chapter 54-52.6 who becomes eligible to participate in a plan enumerated under this subsection is eligible to participate in the retirement plan enumerated under this subsection.
 - b. A participating member of a retirement plan enumerated under this subsection who becomes an eligible employee is not eligible to participate in the defined benefit retirement plan under this chapter but instead participates in the defined contribution retirement plan under chapter 54-52.6. However, this subdivision does not apply to an individual who before January 1, 2025, is a participating or a deferred member under this chapter, as that individual continues to participate in the defined benefit retirement plan under this chapter.
 - 5. The board shall adopt rules to implement this section.
- 22 **SECTION 4. AMENDMENT.** Section 54-52-06.3 of the North Dakota Century Code is amended and reenacted as follows:
- 54-52-06.3. Contribution by peace officers, firefighters, <u>dispatchers public safety</u> telecommunicators, emergency
- 25 <u>medical services personnel,</u> and correctional officers employed by political subdivisions
 26 Employer contribution.
- 27 <u>1.</u> Each peace officer, firefighter, <u>dispatcherpublic safety telecommunicator</u>, <u>emergency medical services personnel</u>, or
- correctional officer employed by a political subdivision that enters an agreement with
 the retirement board on behalf of its peace officers, firefighters, dispatchers public safety telecommunicators,
- 30 emergency medical services personnel, and correctional officers separately from its

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other employees and who is a member of the public employees retirement system is 31

1 assessed and shall pay monthly four percent of the employee's monthly salary. Peace 2 officer, firefighter, dispatcher public safety telecommunicator, emergency medical services personnel, or correctional 3 officer contributions increase by one-half of one percent of the member's monthly 4 salary beginning with the monthly reporting period of January 2012, and with an 5 additional increase of one-half of one percent, beginning with the monthly reporting 6 period of January 2013, and with an additional increase of one-half of one percent, 7 beginning with the monthly reporting period of January 2014. The assessment must be 8 deducted and retained out of the employee's salary in equal monthly installments. 9 The peace officer's, firefighter's, dispatcher's public safety telecommunicators, emergency medical services 10 personnel's, or correctional officer's employer shall contribute an amount determined 11 by the board to be actuarially required to support the level of benefits specified in 12 section 54-52-17. If the peace officer's, firefighter's, dispatcher's public safety telecommunicators, emergency medical 13 services personnel's, or correctional officer's assessment is paid by the employer 14 under subsection 3 of section 54-52-05, the employer shall contribute, in addition, an 15 amount equal to the required peace officer's, firefighter's, dispatcher's public safety telecommunicators, emergency 16 medical services personnel's, or correctional officer's assessment. 17 SECTION 5. AMENDMENT. Section 54-52-06.4 of the North Dakota Century Code is 18 amended and reenacted as follows: 19 54-52-06.4. Contribution by peace officers and dispatchers public safety telecommunicator employed by the state or security officers employed by the national guard - Employer contribution. (Retroactive 20 21 application - See note) 22 1. Each peace officer employed by the bureau of criminal investigation who is a 23 member of the public employees retirement system is assessed and shall pay 24 monthly four percent of the employee's monthly salary. Peace officer 25 contributions increase by one percent of the member's monthly salary beginning 26 with the monthly reporting period of January 2012; with an additional increase of 27 one percent, beginning with the reporting period of January 2013; with an 28 additional increase of one percent, beginning with the reporting period of 29 January 2024; and with an additional increase of one percent, beginning with the

1 Each dispatcher public safety telecommunicator and peace officer employed by the state, other than a peace 2 officer employed by the bureau of criminal investigation, who is a member of the 3 public employees retirement system is assessed and shall pay six percent of the 4 employee's monthly salary. 5 Effective August 1, 2015, each national guard security officer who is amember of C. 6 the public employee's retirement system is assessed and monthly shall pay 7 six percent of the employee's monthly salary. National guard security officer 8 contributions decrease by one-half of one percent of the member's monthly 9 salary beginning with the monthly reporting period of January 2016. 10 d. The assessment under this subsection must be deducted and retained out of the 11 employee's salary in equal monthly installments. 12 The employer of a dispatcher public safety telecommunicator or peace officer employed by the state or national guard 13 security officer shall contribute an amount determined by the board to be actuarially 14 required to support the level of benefits specified in section 54-52-17. The employer's 15 contribution must be paid from funds appropriated for salary or from anyother funds 16 available for such purposes. If the dispatcher's public safety telecommunicators, peace officer's, or security officer's 17 assessment is paid by the employer under subsection 3 of section 54-52-05, the 18 employer shall contribute, in addition, an amount equal to the required dispatcher's Public safety telecommunicator's, 19 peace officer's, or security officer's assessment. 20 **SECTION 6. AMENDMENT.** Section 54-52-17 of the North Dakota Century Code is 21 amended and reenacted as follows: 22 54-52-17. Formulation of plan. (Retroactive application - See note) 23 Participating members shall receive benefits according to this section and according to 24 rules adopted by the board, not inconsistent with this chapter. No personAn individual is not 25 entitled to receive a prior service benefit if the personindividual was not continuously employed 26 by a governmental unit in North Dakota for a period of not less than two years immediately prior-27 topreceding eligibility for retirement. 28 Participating members shall receive credit for full-time employment or its equivalent 1. 29 from the date they attain eligibility until their normal retirement date, postponed

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- employment will be recognized as full-time employment on a prorated basis as the board may prescribe.
 - Retirement benefits are calculated from the participating member's final average salary, which is the average of the highest salary received by the member for any thirty-six months employed during the last one hundred twenty months of employment. For members who terminate employment on or after August 1, 2010, final average salary is the average of the highest salary received by the member for anythirty-six months employed during the last one hundred eighty months of employment. For members who terminate employment between July 31, 2005, and August 1, 2010, final average salary is the average of the highest salary received by the member for any thirty-six months employed during the period for which the board has appropriate and accurate salary records on the board's electronic database, but that period may not be more than the last one hundred eighty months of employment. For members who terminate employment after December 31, 2019, final average salary is the higher of the final average salary calculated on December 31, 2019, or the average salary earned in the three highest periods of twelve consecutive months employed during the last one hundred eighty months of employment. Months without earnings are excluded for the purpose of computing an average. If the participating member has worked for less than thirty-six months at the normal retirement date, the final average salary is the average salary for the total months of employment.
 - 3. Retirement dates are defined as follows:
 - a. Normal retirement date, except for a national guard security officer or firefighter, a firefighter employed by a political subdivision, adispatcher apublic safety telecommunicator or peace officer
 - employed by the state, or a <u>firefighter</u>, <u>dispatcher</u>public safety telecommunicator, <u>emergency medical services</u>
 - <u>personnel</u>, peace officer, or correctional officer employed by a political subdivision, is:
 - (1) The first day of the month next following the month in which the member attains the age of sixty-five years; or
 - (2) When the member has a combined total of years of service credit and years of age equal to eighty-five and has not received a retirement benefit under this chapter.

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1	b.	lormal retirement date for members first enrolled after December 31, 2015,
2		xcept for a national guard security officer or firefighter, a firefighter employed by
3		political subdivision, a <u>dispatcher apublic safety telecommunicator or</u> peace officer mployed by the state, a
4		refighter, dispatcherpublic safety telecommunicator, emergency medical services ersonnel, peace officer, or
5		orrectional officer employed by a political subdivision, or a supreme court or
6		istrict court judge, is:
7		The first day of the month next following the month in which the member
8		attains the age of sixty-five years; or
9		2) When the member has a combined total of years of service credit and years
10		of age equal to ninety and the member attains a minimum age of sixty and
11		has not received a retirement benefit under this chapter.
12	C.	lormal retirement date for a national guard security officer or firefighter is:
13		The first day of the month next following the month in which the national
14		guard security officer or firefighter attains the age of fifty-five years and has
15		completed at least three eligible years of employment; or
16		2) When the national guard security officer or firefighter has a combined total
17		of years of service credit and years of age equal to eighty-five and has not
18		received a retirement benefit under this chapter.
19	d. <u>em</u>	lormal retirement date for a-dispatcher public safety telecommunicator, lency medical services personnel,
20		eace officer, firefighter, or correctional officer employed by a political subdivision
21		s:
22		The first day of the month next following the month in which the ispatcherpublic safety telecommunicator,
23		emergency medical services personnel, peace officer, firefighter, or
24		correctional officer attains the age of fifty-five years and has completed at
25		least three eligible years of employment; or
26		2) When the <u>dispatcherpublic safety telecommunicator</u> , emergency medical ervices personnel, peace officer,
27		firefighter, or correctional officer has a combined total of years of service
28		credit and years of age equal to eighty-five and has not received a
29		retirement henefit under this chanter

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e. (1) Normal retirement date for a peace officer employed by the bureau of criminal investigation is:

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1			(a)	[1]	For a member employed before	August 1, 2023, the first day of
2					the month next following the mo	nth in which the peace officer
3					attains the age of fifty-five years	and has completed at least
4					three eligible years of employme	ent; and
5				[2]	For a member employed after Ju	uly 31, 2023, the first day of the
6					month next following the month	in which the peace officer attains
7					the age of fifty-five years and ha	s completed at least ten eligible
8					years of employment; or	
9			(b)	Whe	en the peace officer has a combin	ed total of years of service credit
10				and	years of age equal to eighty-five	and has not received a
11				retir	rement benefit under this chapter.	
12		(2) pead			etirement date for a dispatcher put mployed by the	olic safety telecommunicator or
13			state	e, othe	er than a peace officer employed l	by the bureau of criminal
14			inve	stigat	ion, is:	
15			(a)	The	e first day of the month next followi	ing the month in which the
16				disp	patcher or peace officer attains the	e age of fifty-five years and has
17				com	npleted at least three eligible years	s of employment; or
18			(b) has		en the <u>dispatcher public safety tel</u> nbined total of years of	ecommunicator or peace officer
19				serv	vice credit and years of age equal	to eighty-five and has not
20				rece	eived a retirement benefit under th	is chapter.
21	f.	Pos	tpone	d retii	rement date is the first day of the	month next following the month
22		in w	hich t	he me	ember, on or after July 1, 1977, ac	ctually severs or has severed the
23		mer	nber's	emp	loyment after reaching the normal	retirement date.
24	g.	(1)	Earl	y retir	ement date, except for a national	guard security officer or
25				_	, a <u>dispatcherpublic safety telecon</u> personnel <u>,</u> firefighter,	nmunicator, emergency medical
26			pead	ce offi	icer, or correctional officer employ	ed by a political subdivision, or a
27					r-public safety telecommunicator one first day ofthe	or peace officer employed by the
28			mon	th ne	xt following the month in which the	e member attains the age of
29			fifty-	five y	ears and has completed three yea	ars of eligible employment.
30		(2)	For	a nati	onal guard security officer or firefi Page No. 16	ghter, early retirement date isthe 25.0041.01000

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first day of the month next following the month in which the national guard

ı			security officer of irrelighter attains the age of fifty years and has completed
2			at least three years of eligible employment.
3		(3) the	For a <u>dispatcher public safety telecommunicator or</u> peace officer employed by state, other than a peace
4			officer employed by the bureau of criminal investigation, or a <u>dispatcher, public</u> <u>safety telecommunicator</u>
5			emergency medical services personnel, firefighter, peace officer, or
6			correctional officer employed by a political subdivision, early retirement date
7			is the first day of the month next following the month in which the dispatcher, public safety telecommunicator
8			emergency medical services personnel, peace officer, firefighter, or
9			correctional officer attains the age of fifty years and has completed at least
10			three years of eligible employment.
11		(4)	For a peace officer employed by the bureau of criminal investigation, early
12			retirement date is the first day of the month next following the month in
13			which the peace officer attains the age of fifty years and has completed at
14			least three years of eligible employment.
15	h.	Disa	ability retirement date is the first day of the month after a member becomes
16		peri	manently and totally disabled, according to medical evidence called for under
17		the	rules of the board, and has completed at least one hundred eighty days of
18		eligi	ible employment. For supreme and district court judges, permanent and total
19		disa	ability is based solely on a judge's inability to perform judicial duties arising out
20		of p	hysical or mental impairment, as determined pursuant to rules adopted by the
21		boa	rd or as provided by subdivision a of subsection 3 of section 27-23-03.
22		(1)	A member is eligible to receive disability retirement benefits only if the
23			member became disabled during the period of eligible employment and
24			applies for disability retirement benefits within twelve months of the date the
25			member terminates employment.
26		(2)	A member is eligible to continue to receive disability benefits as long as the
27			permanent and total disability continues and the member submits the
28			necessary documentation and undergoes medical testing required by the
29			board, or for as long as the member participates in a rehabilitation program
30			required by the board, or both. If the board determines a member no longer

meets the eligibility definition, the board may discontinue the disability

1				retire	ement benefit. The board may pay the cost of any medical testing or		
2				reha	bilitation services the board deems necessary and these payments are		
3				appr	opriated from the retirement fund for those purposes. Amember's		
4				rece	ipt of disability benefits under this section is limited to receipt from the		
5				fund	to which the member was actively contributing at the time the member		
6				beca	ime disabled.		
7	4.	The	e boai	rd sha	l calculate retirement benefits as follows:		
8		a.	Nor	mal re	tirement benefits for all retirees, except supreme and district court		
9			judo	ges , <u>ar</u>	nd peace officers employed by the bureau of criminal investigation, and		
10			othe	er pea	ce officers employed by the state, reaching normal retirement date		
11			equ	ıal an a	annual amount, payable monthly, comprised of a service benefit and a		
12			prio	r serv	ce benefit, as defined in this chapter, which is determined as follows:		
13			(1)	For	members first enrolled:		
14				(a)	Before January 1, 2020, service benefit equals two percent of final		
15					average salary multiplied by the number of years of service		
16					employment.		
17				(b)	After December 31, 2019, service benefit equals one and seventy-five		
18					hundredths percent of final average salary multiplied by the number of		
19					years of service employment.		
20			(2)	Prior	service benefit equals two percent of final average salary multiplied by		
21				the r	number of years of prior service employment.		
22		b.	Nor	mal re	tirement benefits for all supreme and district court judges under the		
23			pub	public employees retirement system reaching normal retirement date equal an			
24			ann	ual an	nount, payable monthly, comprised of a benefit as defined in this		
25			cha	pter, c	letermined as follows:		
26			(1)	Bene	efits must be calculated from the time of appointment or election to the		
27				bend	ch and must equal three and one-half percent of final average salary		
28				mult	plied by the first ten years of judicial service, two and eighty hundredths		
29				perc	ent of final average salary multiplied by the second ten years of judicial		
30				serv	ce, and one and one-fourth percent of final average salary multiplied by		
31				the r	number of years of judicial service exceeding twenty years.		

1		(2)	Serv	ice benefits must include, in addition, an amount equal to the percent			
2			spec	ified in subdivision a of final average salary multiplied by the number of			
3			year	s of nonjudicial employee service and employment.			
4	C.	Norr	Normal retirement benefits for a peace officer employed by the bureau of criminal				
5		inve	stigati	ion reaching the normal retirement date equals an annual amount,			
6		paya	able m	nonthly, comprised of a service benefit and a prior service benefit			
7		dete	rmine	ed as follows:			
8		(1)	The	first twenty years of credited service multiplied by three percent of final			
9			aver	age salary.			
10		(2)	For y	years in excess of twenty years of credited service multiplied by one			
11			and:	seventy-five hundredths percent of final average salary.			
12	d.	Norr	nal re	tirement benefits for a peace officer employed by the state, other than			
13		by tl	1e bur	eau of criminal investigation, reaching the normal retirement date			
14		equa	als an	annual amount, payable monthly, comprised of a service benefit and a			
15		prio	r serv i	ce benefit determined as follows:			
16		(1)	For r	members first enrolled:			
17			(a)	Before January 1, 2020, service benefit equals two percent of final			
18				average salary multiplied by the number of years of service			
19				employment.			
20			(b)	After December 31, 2019, service benefit equals one and seventy-five			
21				hundredths percent of final average salary multiplied by the number of			
22				years of service employment.			
23		(2)	Prior	service benefit equals two percent of final average salary multiplied by			
24			the r	number of years of prior service employment.			
25	e.	Pos	tpone	d retirement benefits are calculated as for single life benefits for those			
26		men	nbers	who retired on or after July 1, 1977.			
27	f. <u>e.</u>	Earl	y retir	ement benefits are calculated as for single life benefits accrued to the			
28		date	of te	rmination of employment, but must be actuarially reduced to account for			
29		bene	efit pa	yments beginning before the normal retirement date, as determined			
30		unde	er sub	section 3. Except for a national guard security officer or firefighter, a			
31				rpublic safety telecommunicator, emergency medical services personnel, peace officer, or			

1 correctional officer employed by a political subdivision, a dispatcher public safety telecommunicator or peace

officer employed by the state, or a supreme court or district court judge, early retirement benefits for members first enrolled after December 31, 2015, are calculated for single life benefits accrued to the date of termination of employment, but must be reduced by fixed rate of eight percent per year to account for benefit payments beginning before the normal retirement date. A retiree, other than a supreme or district court judge, is eligible for early retirement benefits only after having completed three years of eligible employment. A supreme or district court judge retiree is eligible for early retirement benefits only after having completed five years of eligible employment.

- g.f. Except for supreme and district court judges, disability retirement benefits are twenty-five percent of the member's final average salary. Disability retirement benefits for supreme and district court judges are seventy percent of final average salary reduced by the member's primary social security benefits and by any workforce safety and insurance benefits paid. The minimum monthly disability retirement benefit under this section is one hundred dollars.
- 5. Upon termination of employment after completing three years of eligible employment, except for supreme and district court judges, who must complete five years of eligible employment, but before normal retirement date, a member who does not elect to receive early retirement benefits is eligible to receive deferred vested retirement benefits payable commencing on the member's normal retirement date in one of the optional forms provided in subsection 9. Members who have delayed or inadvertently failed to apply for retirement benefits to commence on their normal retirement date may choose to receive either a lump sum payment equal to the amount of missed payments, or an actuarial increase to the form of benefit the member has selected, which increase must reflect the missed payments.
- 6. If before retiring a member dies after completing three years of eligible employment, except for supreme and district court judges, who must have completed five years of eligible employment, the board shall pay the member's account balance to the member's designated beneficiary as provided in this subsection. If the member has designated an alternate beneficiary with the surviving spouse's written consent, the

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Legislative Assembly 1 board shall pay the member's account balance to the named beneficiary. If the 2 member has named more than one primary beneficiary, the board shall pay the 3 member's account balance to the named primary beneficiaries in the percentages 4 designated by the member or, if the member has not designated a percentage for the 5 beneficiaries, in equal percentages. If one or more of the primary beneficiaries has 6 predeceased the member, the board shall pay the predeceased beneficiary's share to 7 the remaining primary beneficiaries. If any beneficiary survives the member, yet dies 8 before distribution of the beneficiary's share, the beneficiary must be treated as if the 9 beneficiary predeceased the member. If there are no remaining primary beneficiaries, 10 the board shall pay the member's account balance to the contingent beneficiaries in 11 the same manner. If there are no remaining designated beneficiaries, the board shall 12 pay the member's account balance to the member's estate. If the member has not 13 designated an alternate beneficiary or the surviving spouse is the beneficiary, the 14 surviving spouse of the member may select a form of payment as follows: 15 If the member was a supreme or district court judge, the surviving spouse may a. 16 select one of the following optional forms of payment: 17 (1) A lump sum payment of the member's retirement account as of the date of 18 death. 19 (2) Payments as calculated for the deceased member as if the member was of

- normal retirement age at the date of death, payable until the spouse dies.
- The surviving spouse of all other members may select one of the following b. options:
 - (1) A lump sum payment of the member's retirement account as of the date of death.
 - Payment of a monthly retirement benefit equal to fifty percent of the (2) deceased member's accrued single life retirement benefits until the spouse dies.
 - If the member dies on or after the member's normal retirement date, the payment of a monthly retirement benefit equal to an amount that would have been paid to the surviving spouse if the member had retired on the day of the member's death and had selected a one hundred percent joint and

- survivor annuity, payable until the spouse dies. A surviving spouse who received a benefit under this subsection as of July 31, 1995, is entitled to the higher of that person's existing benefit or the equivalent of the accrued benefit available under the one hundred percent joint and survivor provision as if the deceased member were of normal retirement age, with the increase payable beginning August 1, 1995.
 - 7. If a member not coming under the provisions of subsection 6 terminates employment because of death, permanent and total disability, or any voluntary or involuntary reason prior to retirement, the member or the member's designated beneficiary is entitled to the member's account balance at termination. The board automatically shall refund a member's account balance if the member has completed less than three years of eligible employment, has an account balance of less than one thousand dollars, and was not a supreme or district court judge. If the member was a supreme or district court judge, the board automatically shall refund a member's account balance if the member completed less than five years of eligible employment. A member may waive the refund if the member submits a written statement to the board, within thirty days after termination, requesting that the member's account balance remain in the fund.
 - 8. The surviving spouse of a member receiving retirement benefits must be the member's primary beneficiary unless there is no surviving spouse or the surviving spouse designates an alternate beneficiary in writing. If a member receiving retirement benefits or the member's surviving spouse receiving retirement benefits dies before the total amount of benefits paid to either or both equals the amount of the member's account balance at retirement, the difference must be paid to the named beneficiary of the recipient or, if there is no named beneficiary, to the recipient's estate. Abenefit payment owed to the member, surviving spouse, or alternate beneficiary which was not paid before the death of the member, surviving spouse, or alternate beneficiary must be paid to the named beneficiary of the recipient or, if there is no named beneficiary, to the recipient's estate.
 - 9. The board shall adopt rules providing for the receipt of retirement benefits in the following optional forms:

1 a. Single life.

- b. An actuarially equivalent joint and survivor option, with fifty percent or one
 hundred percent options.
 - c. Actuarially equivalent life with ten-year or twenty-year certain options.
 - d. An actuarially equivalent partial lump sum distribution option with a twelve-month maximum lump sum distribution.
 - e. An actuarially equivalent graduated benefit option with either a one percent or two percent increase to be applied the first day of January of each year.

Except for supreme and district court judges, unless a member specifically requests that the member receive benefits according to one of these options at the time of applying for retirement, all retirement benefits must be in the form of a single life benefit. For supreme and district court judges, unless a member specifically requests that the member receive benefits according to one of these options at the time of applying for retirement, all retirement benefits must be in the form of a lifetime monthly pension with fifty percent of the benefit continuing for the life of the surviving spouse, if any.

- 10. The fund may accept rollovers from other eligible plans under rules adopted by the board for the purchase of additional service credit, but only to the extent the transfer is a rollover contribution that meets the requirement of section 408 of the Internal Revenue Code.
- 11. The board may accept trustee-to-trustee transfers as permitted by Internal Revenue Code section 403(b)(13) and section 457(e)(17) from an Internal Revenue Code section 403(b) annuity or Internal Revenue Code section 457 deferred compensation plan for the purchase of permissive service credit, as defined in Internal Revenue Code section 415(n)(3)(A) or as repayment of a cashout from a governmental plan under Internal Revenue Code section 415(k)(3).
- 12. The board may establish individual retirement accounts and individual retirement annuities as permitted under section 408(q) of the Internal Revenue Code to allow employees to make voluntary employee contributions. The board may adopt rules to implement and administer the accounts and annuities under this section.