# As Introduced

127th General Assembly Regular Session 2007-2008

S. B. No. 267

**Senator Faber** 

**Cosponsor: Senator Seitz** 

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## A BILL

To amend sections 145.01, 145.19, 145.191, 145.33,	1
145.35, and 145.49 and to enact section 145.2914	2
of the Revised Code regarding the Public Employees	3
Retirement System law enforcement division.	4

### BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

<b>Section 1.</b> That sections 145.01, 145.19, 145.191, 145.33,	5
145.35, and 145.49 be amended and section 145.2914 of the Revised	6
Code be enacted to read as follows:	7
Sec. 145.01. As used in this chapter:	8
(A) "Public employee" means:	9
(1) Any person holding an office, not elective, under the	10
state or any county, township, municipal corporation, park	11
district, conservancy district, sanitary district, health	12
district, metropolitan housing authority, state retirement board,	13
Ohio historical society, public library, county law library, union	14
cemetery, joint hospital, institutional commissary, state	15
university, or board, bureau, commission, council, committee,	16
authority, or administrative body as the same are, or have been,	17
created by action of the general assembly or by the legislative	18
authority of any of the units of local government named in	19

division (A)(1) of this section, or employed and paid in whole or
in part by the state or any of the authorities named in division
(A)(1) of this section in any capacity not covered by section
742.01, 3307.01, 3309.01, or 5505.01 of the Revised Code.

(2) A person who is a member of the public employees
retirement system and who continues to perform the same or similar
duties under the direction of a contractor who has contracted to
take over what before the date of the contract was a publicly
operated function. The governmental unit with which the contract
has been made shall be deemed the employer for the purposes of
administering this chapter.

(3) Any person who is an employee of a public employer,
notwithstanding that the person's compensation for that employment
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is derived from funds of a person or entity other than the
as employer. Credit for such service shall be included as total
service credit, provided that the employee makes the payments
required by this chapter, and the employer makes the payments
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required by sections 145.48 and 145.51 of the Revised Code.

(4) A person who elects in accordance with section 145.015 of
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the Revised Code to remain a contributing member of the public
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employees retirement system.

In all cases of doubt, the public employees retirement board 41 shall determine whether any person is a public employee, and its 42 decision is final. 43

(B) "Member" means any public employee, other than a public
employee excluded or exempted from membership in the retirement
system by section 145.03, 145.031, 145.032, 145.033, 145.034,
145.035, or 145.38 of the Revised Code. "Member" includes a PERS
retirant who becomes a member under division (C) of section 145.38
of the Revised Code. "Member" also includes a disability benefit
recipient.

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(C) "Head of the department" means the elective or appointive 51 head of the several executive, judicial, and administrative 52 departments, institutions, boards, and commissions of the state 53 and local government as the same are created and defined by the 54 laws of this state or, in case of a charter government, by that 55 charter. 56

(D) "Employer" or "public employer" means the state or any 57 county, township, municipal corporation, park district, 58 conservancy district, sanitary district, health district, 59 metropolitan housing authority, state retirement board, Ohio 60 historical society, public library, county law library, union 61 cemetery, joint hospital, institutional commissary, state medical 62 college, state university, or board, bureau, commission, council, 63 committee, authority, or administrative body as the same are, or 64 have been, created by action of the general assembly or by the 65 legislative authority of any of the units of local government 66 named in this division not covered by section 742.01, 3307.01, 67 3309.01, or 5505.01 of the Revised Code. In addition, "employer" 68 means the employer of any public employee. 69

(E) "Prior service" means all service as a public employee 70 rendered before January 1, 1935, and all service as an employee of 71 any employer who comes within the state teachers retirement system 72 or of the school employees retirement system or of any other 73 retirement system established under the laws of this state 74 rendered prior to January 1, 1935, provided that if the employee 75 claiming the service was employed in any capacity covered by that 76 other system after that other system was established, credit for 77 the service may be allowed by the public employees retirement 78 system only when the employee has made payment, to be computed on 79 the salary earned from the date of appointment to the date 80 membership was established in the public employees retirement 81 system, at the rate in effect at the time of payment, and the 82 employer has made payment of the corresponding full liability as83provided by section 145.44 of the Revised Code. "Prior service"84also means all service credited for active duty with the armed85forces of the United States as provided in section 145.30 of the86Revised Code.87

If an employee who has been granted prior service credit by 88 the public employees retirement system for service rendered prior 89 to January 1, 1935, as an employee of a board of education 90 establishes, before retirement, one year or more of contributing 91 service in the state teachers retirement system or school 92 employees retirement system, then the prior service ceases to be 93 the liability of this system. 94

If the board determines that a position of any member in any 95 calendar year prior to January 1, 1935, was a part-time position, 96 the board shall determine what fractional part of a year's credit 97 shall be allowed by the following formula: 98

(1) When the member has been either elected or appointed to 99 an office the term of which was two or more years and for which an 100 annual salary is established, the fractional part of the year's 101 credit shall be computed as follows: 102

First, when the member's annual salary is one thousand 103 dollars or less, the service credit for each such calendar year 104 shall be forty per cent of a year. 105

Second, for each full one hundred dollars of annual salary 106 above one thousand dollars, the member's service credit for each 107 such calendar year shall be increased by two and one-half per 108 cent. 109

(2) When the member is paid on a per diem basis, the service
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credit for any single year of the service shall be determined by
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using the number of days of service for which the compensation was
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received in any such year as a numerator and using two hundred
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fifty days as a denominator.

(3) When the member is paid on an hourly basis, the service
(115 credit for any single year of the service shall be determined by
using the number of hours of service for which the compensation
was received in any such year as a numerator and using two
thousand hours as a denominator.

(F) "Contributor" means any person who has an account in the 120
employees' savings fund created by section 145.23 of the Revised 121
Code. When used in the sections listed in division (B) of section 122
145.82 of the Revised Code, "contributor" includes any person 123
participating in a PERS defined contribution plan. 124

(G) "Beneficiary" or "beneficiaries" means the estate or a 125
person or persons who, as the result of the death of a member, 126
contributor, or retirant, qualify for or are receiving some right 127
or benefit under this chapter. 128

(H)(1) "Total service credit," except as provided in section 129 145.37 of the Revised Code, means all service credited to a member 130 of the retirement system since last becoming a member, including 131 restored service credit as provided by section 145.31 of the 132 Revised Code; credit purchased under sections 145.293 and 145.299 133 of the Revised Code; all the member's prior service credit; all 134 the member's military service credit computed as provided in this 135 chapter; all service credit established pursuant to section 136 145.297 of the Revised Code; and any other service credited under 137 this chapter. In addition, "total service credit" includes any 138 period, not in excess of three years, during which a member was 139 out of service and receiving benefits under Chapters 4121. and 140 4123. of the Revised Code. For the exclusive purpose of satisfying 141 the service credit requirement and of determining eligibility for 142 benefits under sections 145.32, 145.33, 145.331, 145.35, 145.36, 143 and 145.361 of the Revised Code, "five or more years of total 144 service credit" means sixty or more calendar months of 145

contributing service in this system.

(2) "One and one-half years of contributing service credit," 147 as used in division (B) of section 145.45 of the Revised Code, 148 also means eighteen or more calendar months of employment by a 149 municipal corporation that formerly operated its own retirement 150 plan for its employees or a part of its employees, provided that 151 all employees of that municipal retirement plan who have eighteen 152 or more months of such employment, upon establishing membership in 153 the public employees retirement system, shall make a payment of 154 the contributions they would have paid had they been members of 155 this system for the eighteen months of employment preceding the 156 date membership was established. When that payment has been made 157 by all such employee members, a corresponding payment shall be 158 paid into the employers' accumulation fund by that municipal 159 corporation as the employer of the employees. 160

(3) Where a member also is a member of the state teachers 161 retirement system or the school employees retirement system, or 162 both, except in cases of retirement on a combined basis pursuant 163 to section 145.37 of the Revised Code or as provided in section 164 145.383 of the Revised Code, service credit for any period shall 165 be credited on the basis of the ratio that contributions to the 166 public employees retirement system bear to total contributions in 167 all state retirement systems. 168

(4) Not more than one year of credit may be given for anyperiod of twelve months.170

(5) "Ohio service credit" means credit for service that was
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 rendered to the state or any of its political subdivisions or any
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 employer.
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(I) "Regular interest" means interest at any rates for the
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 respective funds and accounts as the public employees retirement
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 board may determine from time to time.
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(J) "Accumulated contributions" means the sum of all amounts 177
credited to a contributor's individual account in the employees' 178
savings fund together with any interest credited to the 179
contributor's account under section 145.471 or 145.472 of the 180
Revised Code. 181

(K)(1) "Final average salary" means the quotient obtained by 182 dividing by three the sum of the three full calendar years of 183 contributing service in which the member's earnable salary was 184 highest, except that if the member has a partial year of 185 contributing service in the year the member's employment 186 terminates and the member's earnable salary for the partial year 187 is higher than for any comparable period in the three years, the 188 member's earnable salary for the partial year shall be substituted 189 for the member's earnable salary for the comparable period during 190 the three years in which the member's earnable salary was lowest. 191

(2) If a member has less than three years of contributing
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service, the member's final average salary shall be the member's
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total earnable salary divided by the total number of years,
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including any fraction of a year, of the member's contributing
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service.

(3) For the purpose of calculating benefits payable to a 197 member qualifying for service credit under division (Z) of this 198 section, "final average salary" means the total earnable salary on 199 which contributions were made divided by the total number of years 200 during which contributions were made, including any fraction of a 201 year. If contributions were made for less than twelve months, 202 "final average salary" means the member's total earnable salary. 203

(L) "Annuity" means payments for life derived from 204
 contributions made by a contributor and paid from the annuity and 205
 pension reserve fund as provided in this chapter. All annuities 206
 shall be paid in twelve equal monthly installments. 207

(M) "Annuity reserve" means the present value, computed upon 208 the basis of the mortality and other tables adopted by the board, 209 of all payments to be made on account of any annuity, or benefit 210 in lieu of any annuity, granted to a retirant as provided in this 211 chapter. 212

(N)(1) "Disability retirement" means retirement as provided 213in section 145.36 of the Revised Code. 214

(2) "Disability allowance" means an allowance paid on accountof disability under section 145.361 of the Revised Code.216

(3) "Disability benefit" means a benefit paid as disability 217
retirement under section 145.36 of the Revised Code, as a 218
disability allowance under section 145.361 of the Revised Code, or 219
as a disability benefit under section 145.37 of the Revised Code. 220

(4) "Disability benefit recipient" means a member who is221receiving a disability benefit.222

(0) "Age and service retirement" means retirement as provided 223in sections 145.32, 145.33, 145.331, 145.34, 145.37, and 145.46 of 224the Revised Code. 225

(P) "Pensions" means annual payments for life derived from 226 contributions made by the employer that at the time of retirement 227 are credited into the annuity and pension reserve fund from the 228 employers' accumulation fund and paid from the annuity and pension 229 reserve fund as provided in this chapter. All pensions shall be 230 paid in twelve equal monthly installments. 231

(Q) "Retirement allowance" means the pension plus thatportion of the benefit derived from contributions made by the233member.234

(R)(1) Except as otherwise provided in division (R) of this
section, "earnable salary" means all salary, wages, and other
earnings paid to a contributor by reason of employment in a
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position covered by the retirement system. The salary, wages, and 238 other earnings shall be determined prior to determination of the 239 amount required to be contributed to the employees' savings fund 240 under section 145.47 of the Revised Code and without regard to 241 whether any of the salary, wages, or other earnings are treated as 242 deferred income for federal income tax purposes. "Earnable salary" 243 includes the following: 244

(a) Payments made by the employer in lieu of salary, wages, 245
 or other earnings for sick leave, personal leave, or vacation used 246
 by the contributor; 247

(b) Payments made by the employer for the conversion of sick 248 leave, personal leave, and vacation leave accrued, but not used if 249 the payment is made during the year in which the leave is accrued, 250 except that payments made pursuant to section 124.383 or 124.386 251 of the Revised Code are not earnable salary; 252

(c) Allowances paid by the employer for full maintenance,
consisting of housing, laundry, and meals, as certified to the
retirement board by the employer or the head of the department
that employs the contributor;

(d) Fees and commissions paid under section 507.09 of the 257Revised Code; 258

(e) Payments that are made under a disability leave program
sponsored by the employer and for which the employer is required
by section 145.296 of the Revised Code to make periodic employer
and employee contributions;

(f) Amounts included pursuant to divisions (K)(3) and (Y) of 263 this section. 264

(2) "Earnable salary" does not include any of the following: 265

(a) Fees and commissions, other than those paid under section 266507.09 of the Revised Code, paid as sole compensation for personal 267

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services and fees and commissions for special services over and 268 above services for which the contributor receives a salary; 269 (b) Amounts paid by the employer to provide life insurance, 270

sickness, accident, endowment, health, medical, hospital, dental, 271 or surgical coverage, or other insurance for the contributor or 272 the contributor's family, or amounts paid by the employer to the 273 contributor in lieu of providing the insurance; 274

(c) Incidental benefits, including lodging, food, laundry, 275
parking, or services furnished by the employer, or use of the 276
employer's property or equipment, or amounts paid by the employer 277
to the contributor in lieu of providing the incidental benefits; 278

(d) Reimbursement for job-related expenses authorized by the 279
employer, including moving and travel expenses and expenses 280
related to professional development; 281

(e) Payments for accrued but unused sick leave, personal 282 leave, or vacation that are made at any time other than in the 283 year in which the sick leave, personal leave, or vacation was 284 accrued; 285

(f) Payments made to or on behalf of a contributor that are 286 in excess of the annual compensation that may be taken into 287 account by the retirement system under division (a)(17) of section 288 401 of the "Internal Revenue Code of 1986," 100 Stat. 2085, 26 289 U.S.C.A. 401(a)(17), as amended; 290

(g) Payments made under division (B), (C), or (E) of section 291
5923.05 of the Revised Code, Section 4 of Substitute Senate Bill 292
No. 3 of the 119th general assembly, Section 3 of Amended 293
Substitute Senate Bill No. 164 of the 124th general assembly, or 294
Amended Substitute House Bill No. 405 of the 124th general 295
assembly; 296

(h) Anything of value received by the contributor that is 297based on or attributable to retirement or an agreement to retire, 298

included in earnable salary if both of the following apply: 301 (i) The payments are made in accordance with contract 302 provisions that were in effect prior to January 1, 1986; 303 (ii) The employer pays the retirement system an amount 304 specified by the retirement board equal to the additional 305 liability resulting from the payments. 306 (3) The retirement board shall determine by rule whether any 307 compensation not enumerated in division (R) of this section is 308 earnable salary, and its decision shall be final. 309 (S) "Pension reserve" means the present value, computed upon 310 the basis of the mortality and other tables adopted by the board, 311 of all payments to be made on account of any retirement allowance 312 or benefit in lieu of any retirement allowance, granted to a 313 member or beneficiary under this chapter. 314 (T)(1) "Contributing service" means all service credited to a 315 member of the system since January 1, 1935, for which 316

except that payments made on or before January 1, 1989, that are

based on or attributable to an agreement to retire shall be

contributions are made as required by sections 145.47, 145.48, and 317 145.483 of the Revised Code. In any year subsequent to 1934, 318 credit for any service shall be allowed by the following formula: 319

(a) For each month for which the member's earnable salary is 320two hundred fifty dollars or more, allow one month's credit. 321

(b) For each month for which the member's earnable salary is 322 less than two hundred fifty dollars, allow a fraction of a month's 323 credit. The numerator of this fraction shall be the earnable 324 salary during the month, and the denominator shall be two hundred 325 fifty dollars, except that if the member's annual earnable salary 326 is less than six hundred dollars, the member's credit shall not be 327 reduced below twenty per cent of a year for a calendar year of 328 employment during which the member worked each month. Division 329

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(T)(1)(b) of this section shall not reduce any credit earned 330 before January 1, 1985. 331 (2) Notwithstanding division (T)(1) of this section, an 332 elected official who prior to January 1, 1980, was granted a full 333 year of credit for each year of service as an elected official 334 shall be considered to have earned a full year of credit for each 335 year of service regardless of whether the service was full-time or 336 part-time. The public employees retirement board has no authority 337 to reduce the credit. 338 (U) "State retirement board" means the public employees 339 retirement board, the school employees retirement board, or the 340 state teachers retirement board. 341 (V) "Retirant" means any former member who retires and is 342 receiving a monthly allowance as provided in sections 145.32, 343 145.33, 145.331, 145.34, and 145.46 of the Revised Code. 344 (W) "Employer contribution" means the amount paid by an 345 employer as determined under section 145.48 of the Revised Code. 346 (X) "Public service terminates" means the last day for which 347 a public employee is compensated for services performed for an 348 employer or the date of the employee's death, whichever occurs 349 first. 350 (Y) When a member has been elected or appointed to an office, 351 the term of which is two or more years, for which an annual salary 352 is established, and in the event that the salary of the office is 353 increased and the member is denied the additional salary by reason 354 of any constitutional provision prohibiting an increase in salary 355

during a term of office, the member may elect to have the amount 356 of the member's contributions calculated upon the basis of the 357 increased salary for the office. At the member's request, the 358 board shall compute the total additional amount the member would 359 have contributed, or the amount by which each of the member's 360

contributions would have increased, had the member received the 361 increased salary for the office the member holds. If the member 362 elects to have the amount by which the member's contribution would 363 have increased withheld from the member's salary, the member shall 364 notify the employer, and the employer shall make the withholding 365 and transmit it to the retirement system. A member who has not 366 elected to have that amount withheld may elect at any time to make 367 a payment to the retirement system equal to the additional amount 368 the member's contribution would have increased, plus interest on 369 that contribution, compounded annually at a rate established by 370 the board and computed from the date on which the last 371 contribution would have been withheld from the member's salary to 372 the date of payment. A member may make a payment for part of the 373 period for which the increased contribution was not withheld, in 374 which case the interest shall be computed from the date the last 375 contribution would have been withheld for the period for which the 376 payment is made. Upon the payment of the increased contributions 377 as provided in this division, the increased annual salary as 378 provided by law for the office for the period for which the member 379 paid increased contributions thereon shall be used in determining 380 the member's earnable salary for the purpose of computing the 381 member's final average salary. 382

(Z) "Five years of service credit," for the exclusive purpose
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 of satisfying the service credit requirements and of determining
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 eligibility for benefits under section 145.33 of the Revised Code,
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 means employment covered under this chapter or under a former
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 retirement plan operated, recognized, or endorsed by the employer
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 prior to coverage under this chapter or under a combination of the
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 coverage.

(AA) "Deputy sheriff" means any person who is commissioned
and employed as a full-time peace officer by the sheriff of any
county, and has been so employed since on or before December 31,
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1965, and whose primary duties are to preserve the peace, to 393 protect life and property, and to enforce the laws of this state; 394 any person who is or has been commissioned and employed as a peace 395 officer by the sheriff of any county since January 1, 1966, and 396 who has received a certificate attesting to the person's 397 satisfactory completion of the peace officer training school as 398 required by section 109.77 of the Revised Code and whose primary 399 duties are to preserve the peace, protect life and property, and 400 enforce the laws of this state; or any person deputized by the 401 sheriff of any county and employed pursuant to section 2301.12 of 402 the Revised Code as a criminal bailiff or court constable who has 403 received a certificate attesting to the person's satisfactory 404 completion of the peace officer training school as required by 405 section 109.77 of the Revised Code and whose primary duties are to 406 preserve the peace, protect life and property, and enforce the 407 laws of this state. 408

(BB) "Township constable or police officer in a township 409 police department or district" means any person who is 410 commissioned and employed as a full-time peace officer pursuant to 411 Chapter 505. or 509. of the Revised Code, who has received a 412 certificate attesting to the person's satisfactory completion of 413 the peace officer training school as required by section 109.77 of 414 the Revised Code, and whose primary duties are to preserve the 415 peace, protect life and property, and enforce the laws of this 416 <del>state</del>. 417

(CC) "Drug agent" means any person who is either of the 418
following: 419

(1) Employed full-time as a narcotics agent by a county
narcotics agency created pursuant to section 307.15 of the Revised
Code and has received a certificate attesting to the satisfactory
completion of the peace officer training school as required by
section 109.77 of the Revised Code;

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in section 109.79 of the Revised Code and is in compliance with 426 section 109.77 of the Revised Code. 427

(DD) "Department of public safety enforcement agent" means a 428 full-time employee of the department of public safety who is 429 designated under section 5502.14 of the Revised Code as an 430 enforcement agent and who is in compliance with section 109.77 of 431 the Revised Code. 432

(EE) "Natural resources law enforcement staff officer" means 433 a full-time employee of the department of natural resources who is 434 designated a natural resources law enforcement staff officer under 435 section 1501.013 of the Revised Code and is in compliance with 436 section 109.77 of the Revised Code. 437

(FF) "Park officer" means a full-time employee of the 438 department of natural resources who is designated a park officer 439 under section 1541.10 of the Revised Code and is in compliance 440 with section 109.77 of the Revised Code. 441

(GG) "Forest officer" means a full-time employee of the 442 department of natural resources who is designated a forest officer 443 under section 1503.29 of the Revised Code and is in compliance 444 with section 109.77 of the Revised Code. 445

(HH) "Preserve officer" means a full-time employee of the 446 department of natural resources who is designated a preserve 447 officer under section 1517.10 of the Revised Code and is in 448 compliance with section 109.77 of the Revised Code. 449

(II) "Wildlife officer" means a full-time employee of the
department of natural resources who is designated a wildlife
officer under section 1531.13 of the Revised Code and is in
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compliance with section 109.77 of the Revised Code.
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(JJ) "State watercraft officer" means a full-time employee of 454 the department of natural resources who is designated a state 455

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watercraft officer under section 1547.521 of the Revised Code and 456 is in compliance with section 109.77 of the Revised Code. 457

(KK) "Park district police officer" means a full-time
employee of a park district who is designated pursuant to section
511.232 or 1545.13 of the Revised Code and is in compliance with
section 109.77 of the Revised Code.

(LL) "Conservancy district officer" means a full-time
employee of a conservancy district who is designated pursuant to
section 6101.75 of the Revised Code and is in compliance with
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section 109.77 of the Revised Code.

(MM) "Municipal police officer" means a member of the 466 organized police department of a municipal corporation who is 467 employed full-time, is in compliance with section 109.77 of the 468 Revised Code, and is not a member of the Ohio police and fire 469 pension fund. 470

(NN) "Veterans' home police officer" means any person who is 471
employed at a veterans' home as a police officer pursuant to 472
section 5907.02 of the Revised Code and is in compliance with 473
section 109.77 of the Revised Code. 474

(00) "Special police officer for a mental health institution"
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means any person who is designated as such pursuant to section
5119.14 of the Revised Code and is in compliance with section
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109.77 of the Revised Code.

(PP) "Special police officer for an institution for the 479
mentally retarded and developmentally disabled" means any person 480
who is designated as such pursuant to section 5123.13 of the 481
Revised Code and is in compliance with section 109.77 of the 482
Revised Code. 483

(QQ) "State university law enforcement officer" means any 484
person who is employed full-time as a state university law 485
enforcement officer pursuant to section 3345.04 of the Revised 486

Code and who is in compliance with section 109.77 of the Revised 487 Code. 488

(RR) "House sergeant at arms" means any person appointed by 489 the speaker of the house of representatives under division (B)(1) 490 of section 101.311 of the Revised Code who has arrest authority 491 under division (E)(1) of that section. 492

(SS) "Assistant house sergeant at arms" means any person 493 appointed by the house sergeant at arms under division (C)(1) of 494 section 101.311 of the Revised Code. 495

(TT) "Regional transit authority police officer" means a 496 person who is employed full time as a regional transit authority 497 police officer under division (Y) of section 306.35 of the Revised 498 Code and is in compliance with section 109.77 of the Revised Code. 499

(UU) "State highway patrol police officer" means a special 500 police officer employed full time and designated by the 501 superintendent of the state highway patrol pursuant to section 502 5503.09 of the Revised Code or a person serving full time as a 503 special police officer pursuant to that section on a permanent 504 basis on October 21, 1997, who is in compliance with section 505 109.77 of the Revised Code. 506

(VV) "Municipal public safety director" means a person who 507 serves full-time full time as the public safety director of a 508 municipal corporation with the duty of directing the activities of 509 510 the municipal corporation's police department and fire department.

(WW) Notwithstanding section 2901.01 of the Revised Code, 511 "PERS law enforcement officer" means a sheriff or any of the 512 following whose primary duties are to preserve the peace, protect 513 life and property, and enforce the laws of this state: a deputy 514 sheriff, township constable or police officer in a township police 515 department or district, drug agent, municipal public safety 516 director, department of public safety enforcement agent, natural 517

resources law enforcement staff officer, park officer, forest 518 officer, preserve officer, wildlife officer, state watercraft 519 officer, park district police officer, conservancy district 520 officer, veterans' home police officer, special police officer for 521 a mental health institution, special police officer for an 522 institution for the mentally retarded and developmentally 523 disabled, state university law enforcement officer, municipal 524 police officer, house sergeant at arms, assistant house sergeant 525 at arms, regional transit authority police officer, or state 526 highway patrol police officer. 527

(XX) "Hamilton county municipal court bailiff" means a person 528 appointed by the clerk of courts of the Hamilton county municipal 529 court under division (A)(3) of section 1901.32 of the Revised Code 530 who is employed full time as a bailiff or deputy bailiff, who has 531 received a certificate attesting to the person's satisfactory 532 completion of the peace officer basic training described in 533 division (D)(1) of section 109.77 of the Revised Code, and whose 534 primary duties are to preserve the peace, to protect life and 535 property, and to enforce the laws of this state. 536

(YY) <u>"PERS public safety officer" means a Hamilton county</u> 537 municipal court bailiff, or any of the following whose primary 538 duties are other than to preserve the peace, protect life and 539 property, and enforce the laws of this state: a deputy sheriff, 540 township constable or police officer in a township police 541 department or district, drug agent, department of public safety 542 enforcement agent, natural resources law enforcement staff 543 officer, park officer, forest officer, preserve officer, wildlife 544 officer, state watercraft officer, park district police officer, 545 conservancy district officer, veterans' home police officer, 546 special police officer for a mental health institution, special 547 police officer for an institution for the mentally retarded and 548 developmentally disabled, state university law enforcement 549

officer, municipal police officer, house sergeant at arms,	550
assistant house sergeant at arms, regional transit authority	551
police officer, or state highway patrol police officer.	552
(ZZ) "Fiduciary" means a person who does any of the	553
following:	554
(1) Exercises any discretionary authority or control with	555
respect to the management of the system or with respect to the	556
management or disposition of its assets;	557
(2) Renders investment advice for a fee, direct or indirect,	558
with respect to money or property of the system;	559
(3) Has any discretionary authority or responsibility in the	560
administration of the system.	561
(ZZ)(AAA) "Actuary" means an individual who satisfies all of	562
the following requirements:	563
(1) Is a member of the American academy of actuaries;	564
(2) Is an associate or fellow of the society of actuaries;	565
(3) Has a minimum of five years' experience in providing	566
actuarial services to public retirement plans.	567
(AAA)(BBB) "PERS defined benefit plan" means the plan	568
described in sections 145.201 to 145.79 of the Revised Code.	569
(BBB)(CCC) "PERS defined contribution plans" means the plan	570
or plans established under section 145.81 of the Revised Code.	571
Sec. 145.19. (A) Except as provided in division (D) of this	572
section, an individual who becomes employed in a position subject	573
to this chapter on or after the date on which the public employees	574
retirement board first establishes a PERS defined contribution	575
plan shall make an election under this section. Not later than one	576
hundred eighty days after the date on which employment begins, the	577
individual shall elect to participate either in the PERS defined	578

benefit plan or a PERS defined contribution plan. If a form 579 evidencing an election under this section is not received by the 580 public employees retirement system not later than the last day of 581 the one-hundred-eighty-day period, the individual is deemed to 582 have elected to participate in the PERS defined benefit plan. 583

(B) An election under this section shall be made in writing584on a form provided by the system and filed with the system.585

(C) An election under this section shall take effect on the
date employment began and, except as provided in section 145.814
of the Revised Code or rules governing the PERS defined benefit
plan, is irrevocable on receipt by the system.

(D) An individual is ineligible to make an election under 590this section if one of the following applies: 591

(1) At the time employment begins, the individual is a PERS
retirant or other system retirant, as those terms are defined in
section 145.38 of the Revised Code, or is retired under section
145.383 of the Revised Code.

(2) The individual is participating or has elected to
participate in an alternative retirement plan under section
3305.05 or 3305.051 of the Revised Code and the employment is in a
position that is subject to division (C)(4) of section 3305.05 or
division (F) of section 3305.051 of the Revised Code.

(3) The individual is a contributor who, as of the last day
601
of the month prior to the date employment begins, has five or more
602
years of total service credit.
603

(4) The individual is employed in a position covered under604this chapter to which section 145.193 of the Revised Code applies.605

(5) The individual is a PERS law enforcement officer or
 Hamilton county municipal court bailiff PERS public safety
 officer.
 608

Sec. 145.191. (A) Except as provided in division (E) of this609section, a public employees retirement system member or610contributor who, as of the last day of the month immediately611preceding the date on which the public employees retirement board612

first establishes a PERS defined contribution plan, has less than 613 five years of total service credit is eligible to make an election 614 under this section. A member or contributor who is employed in 615 more than one position subject to this chapter is eligible to make 616 only one election. The election applies to all positions subject 617 to this chapter. 618

Not later than one hundred eighty days after the day the 619 board first establishes a PERS defined contribution plan, an 620 eligible member or contributor may elect to participate in a PERS 621 defined contribution plan. If a form evidencing an election is not 622 received by the system not later than the last day of the 623 one-hundred-eighty-day period, a member or contributor to whom 624 this section applies is deemed to have elected to continue 625 participating in the PERS defined benefit plan. 626

(B) An election under this section shall be made in writing627on a form provided by the system and filed with the system.628

(C) On receipt of an election under this section, the system 629shall do both of the following: 630

(1) Credit to the plan elected both of the following:

(a) Any employer contributions attributable to the member for
632
the period beginning on the day the board first established a PERS
633
defined contribution plan;
634

(b) All accumulated contributions attributable to the member635or contributor.636

(2) Cancel all service credit and eligibility for anypayment, benefit, or right under the PERS defined benefit plan.638

<u>э</u>н

(D) An election under this section is effective as of the
639
date the board first established a PERS defined contribution plan
640
and, except as provided in section 145.814 of the Revised Code or
641
rules governing the PERS defined benefit plan, is irrevocable on
642
receipt by the system.

(E) An election may not be made under this section by a 644member or contributor who is either of the following: 645

(1) A PERS retirant who is a member under division (C) of646section 145.38 of the Revised Code;647

(2) A PERS law enforcement officer or a Hamilton county
 648
 municipal court bailiff PERS public safety officer.
 649

Sec. 145.2914. (A) The public employees retirement board may650adopt rules in accordance with section 145.09 of the Revised Code651to establish a program under which service credit earned under652division (A) of section 145.33 of the Revised Code is treated as653service credit earned under divisions (B) to (G) of that section654if the member makes payment to the public employees retirement655system in accordance with the rules.656

(B) If the board adopts rules under division (A) of this 657 section, all of the following apply: 658

(1) For each year or portion of a year of service credit 659 earned under division (A) of section 145.33 of the Revised Code 660 that is to be treated as service credit earned under divisions (B) 661 to (G) of that section, the member shall pay to the retirement 662 system an amount specified by the retirement board that is not 663 less than one hundred per cent of the additional liability 664 resulting from the purchase of that year, or portion of a year, of 665 service. 666

(2) The number of years of service credit earned under667division (A) of section 145.33 of the Revised Code that may be668

treated as service credit earned under divisions (B) to (G) of	669
that section shall not exceed five.	670
(3) The member may make the payment authorized by this	671
section at any time prior to receipt of a retirement allowance.	672
The member may choose to purchase only part of the credit the	673
member is eligible to purchase in any one payment.	674
(4) Any amounts paid under this section shall be credited to	675
the employees' savings fund.	676
(5) The amounts paid by the member under this section are	677
subject to the limits established by division (n) of section 415	678
of the "Internal Revenue Code of 1986," 100 Stat. 2085, 26 U.S.C.	679
<u>415(n), as amended.</u>	680
(C) The board's rules may deal with any other matter	681
necessary to implement this section.	682
Sec. 145.33. (A) Except as provided in division (B) or (C) of	683
this section, a member with at least five years of total service	684
credit who has attained age sixty, or who has thirty years of	685
total Ohio service credit, may apply for age and service	686
retirement, which shall consist of:	687
(1) An annuity having a reserve equal to the amount of the	688
member's accumulated contributions at that time;	689
(2) A pension equal to the annuity provided by division	690
(A)(1) of this section;	691
(3) An additional pension, if the member can qualify for	692
prior service, equal to forty dollars multiplied by the number of	693
years, and fraction thereof, of such prior and military service	694
credit;	695
(4) A basic annual pension equal to one hundred eighty	696
dollars if the member has ten or more years of total service	697
credit as of October 1, 1956, except that the basic annual pension	698

shall not exceed the sum of the annual benefits provided by 699 divisions (A)(1), (2), and (3) of this section. 700 (5) When a member retires on age and service retirement, the 701 member's total annual single lifetime allowance, including the 702 allowances provided in divisions (A)(1), (2), (3), and (4) of this 703 section, shall be not less than a base amount adjusted in 704 accordance with division (A)(5) of this section and determined by 705 multiplying the member's total service credit by the greater of 706 the following: 707 (a) Eighty-six dollars; 708 (b) Two and two-tenths per cent of the member's final average 709 salary for each of the first thirty years of service plus two and 710 one-half per cent of the member's final average salary for each 711 subsequent year of service. 712 The allowance shall be adjusted by the factors of attained 713 age or years of service to provide the greater amount as 714 determined by the following schedule: 715 Years of Percentage 716 Total Service Attained or of 717 Birthday Credit Base Amount 718 58 25 75 719

59	26	80	720
60	27	85	721
61		88	722
	28	90	723
62		91	724
63		94	725
	29	95	726
64		97	727
65	30 or more	100	728

Members shall vest the right to a benefit in accordance with 729

the following schedule,	based on th	he member's attained	age by 730
September 1, 1976:			731

	Percentage	732
Attained	of	733
Birthday	Base Amount	734
66	102	735
67	104	736
68	106	737
69	108	738
70 or more	110	739

(6) The total annual single lifetime allowance that a member 740 shall receive under division (A)(5) of this section shall not 741 exceed the lesser of one hundred per cent of the member's final 742 average salary or the limit established by section 415 of the 743 "Internal Revenue Code of 1986," 100 Stat. 2085, 26 U.S.C.A. 415, 744 as amended. 745

(B)(1) For the purposes of divisions (B) to (G) of this 746 section, "total service credit as a PERS law enforcement officer" 747 and "total service credit as a Hamilton county municipal court 748 bailiff PERS public safety officer " include credit for military 749 service to the extent permitted by division (E)(2) of this section 750 and credit for service as a police officer or state highway patrol 751 trooper to the extent permitted by divisions (E)(3) and (4) of 752 this section. 753

(2) A member who meets the conditions in division (B)(2)(a), 754 (b), or (c), or (d) of this section may apply for an age and 755 service retirement benefit under this division: 756

(a) The member has attained age forty-eight and has at least 757 twenty-five years of total service credit as a PERS law 758 enforcement officer whose primary duties were to preserve the 759 peace, protect life and property, and enforce the laws in the 760 member's jurisdiction; 761

twenty-five years of total service credit as a PERS <del>law</del>	763
enforcement public safety officer, but the member's primary duties	764
were other than to preserve the peace, protect life and property,	765
and enforce the laws in the member's jurisdiction or has service	766
as a PERS public safety officer and service as a PERS law	767
enforcement officer that when combined equal at least twenty-five	768
years of total service credit;	769
(c) The member has attained age fifty-two and has at least	770
twenty five years of total service as a Hamilton county municipal	771
court bailiff;	772
<del>(d)</del> The member has attained age sixty-two and has at least	773
fifteen years of total service credit as either of the following:	774
(i) A PERS law enforcement officer;	775
(ii) A Hamilton county municipal court bailiff PERS public	776
safety officer.	777
(3) A benefit paid under division (B)(2) of this section	778
(3) A benefit paid under division (B)(2) of this section shall consist of an annual single lifetime allowance equal to the	778 779
	-
shall consist of an annual single lifetime allowance equal to the	779
shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average	779 780
shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's	779 780 781
shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's total service plus two and one-tenth per cent of the member's	779 780 781 782
shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's total service plus two and one-tenth per cent of the member's final average salary multiplied by the number of years of the	779 780 781 782 783
shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's total service plus two and one-tenth per cent of the member's final average salary multiplied by the number of years of the member's total service credit in excess of twenty-five years.	779 780 781 782 783 784
shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's total service plus two and one-tenth per cent of the member's final average salary multiplied by the number of years of the member's total service credit in excess of twenty-five years. (4) A member with at least fifteen years of total service	779 780 781 782 783 784 785
<pre>shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's total service plus two and one-tenth per cent of the member's final average salary multiplied by the number of years of the member's total service credit in excess of twenty-five years.</pre>	779 780 781 782 783 784 785 786
<pre>shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's total service plus two and one-tenth per cent of the member's final average salary multiplied by the number of years of the member's total service credit in excess of twenty-five years. (4) A member with at least fifteen years of total service credit as a PERS law enforcement officer or Hamilton county municipal court bailiff PERS public safety officer who voluntarily</pre>	779 780 781 782 783 784 785 786 786 787
<pre>shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's total service plus two and one-tenth per cent of the member's final average salary multiplied by the number of years of the member's total service credit in excess of twenty-five years. (4) A member with at least fifteen years of total service credit as a PERS law enforcement officer or Hamilton county municipal court bailiff PERS public safety officer who voluntarily resigns or is discharged for any reason except death, dishonesty,</pre>	779 780 781 782 783 784 785 786 787 788
<pre>shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's total service plus two and one-tenth per cent of the member's final average salary multiplied by the number of years of the member's total service credit in excess of twenty-five years. (4) A member with at least fifteen years of total service credit as a PERS law enforcement officer or Hamilton county municipal court bailiff PERS public safety officer who voluntarily resigns or is discharged for any reason except death, dishonesty, cowardice, intemperate habits, or conviction of a felony may apply</pre>	779 780 781 782 783 784 785 786 787 788 788 789
<pre>shall consist of an annual single lifetime allowance equal to the sum of two and one-half per cent of the member's final average salary multiplied by the first twenty-five years of the member's total service plus two and one-tenth per cent of the member's final average salary multiplied by the number of years of the member's total service credit in excess of twenty-five years. (4) A member with at least fifteen years of total service credit as a PERS law enforcement officer or Hamilton county municipal court bailiff PERS public safety officer who voluntarily resigns or is discharged for any reason except death, dishonesty, cowardice, intemperate habits, or conviction of a felony may apply for an age and service retirement benefit, which shall consist of</pre>	779 780 781 782 783 784 785 786 785 786 787 788 789 790

(b) The member has attained age fifty-two, and has at least

of years of the member's total service credit. The allowance shall 793 commence on the first day of the calendar month following the 794 month in which the application is filed with the public employees 795 retirement board on or after the attainment by the applicant of 796 age fifty-two. 797

(C)(1) A member with at least twenty-five years of total 798 service credit who would be eligible to retire under division 799  $(B)(2)(b) \rightarrow (c)$  of this section had the member attained age 800 fifty-two and who voluntarily resigns or is discharged for any 801 reason except death, dishonesty, cowardice, intemperate habits, or 802 conviction of a felony, on or after the date of attaining 803 forty-eight years of age, but before the date of attaining 804 fifty-two years of age, may elect to receive a reduced benefit as 805 determined by the following schedule: 806

division (B)(3) of this section 809 49 80% of the benefit payable under 810 division (B)(3) of this section 812 50 86% of the benefit payable under 812 division (B)(3) of this section 813 51 93% of the benefit payable under 814	Attained Age	Reduced Benefit	807
4980% of the benefit payable under810division (B)(3) of this section8125086% of the benefit payable under812division (B)(3) of this section8135193% of the benefit payable under814	48	75% of the benefit payable under	808
division (B)(3) of this section 812 50 86% of the benefit payable under 812 division (B)(3) of this section 813 51 93% of the benefit payable under 814		division (B)(3) of this section	809
5086% of the benefit payable under812division (B)(3) of this section8135193% of the benefit payable under814	49	80% of the benefit payable under	810
division (B)(3) of this section 813 51 93% of the benefit payable under 814		division (B)(3) of this section	811
51 93% of the benefit payable under 814	50	86% of the benefit payable under	812
		division (B)(3) of this section	813
division (B)(3) of this section 819	51	93% of the benefit payable under	814
		division (B)(3) of this section	815

(2) If a member elects to receive a reduced benefit after
attaining age forty-eight the reduced benefit is payable from the
later of the date of the member's most recent birthday or the date
the member becomes eligible to receive the reduced benefit.

(3) Once a member elects to receive a reduced benefit
determined by the schedule in division (C)(1) of this section and
has received a payment, the member may not reelect to change that
election.

(4) If a member who has resigned or been discharged has left 824

on deposit the member's accumulated contributions in the825employees' savings fund and has not elected to receive a reduced826benefit determined by the schedule in division (C)(1) of this827section, upon attaining fifty-two years of age, the member shall828be entitled to receive a benefit computed and paid under division829(B)(3) of this section.830

(D) A benefit paid under division (B) or (C) of this section
shall not exceed the lesser of ninety per cent of the member's
final average salary or the limit established by section 415 of
the "Internal Revenue Code of 1986," 100 Stat. 2085, 26 U.S.C.A.
415, as amended.

(E)(1) A member with service credit as a PERS law enforcement
 officer or a Hamilton county municipal court bailiff PERS public
 837
 <u>safety officer</u> and other service credit under this chapter may
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 elect one of the following:
 839

(a) To have all the member's service credit under this
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chapter, including credit for service as a PERS law enforcement
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officer or Hamilton county municipal court bailiff PERS public
842
safety officer, used in calculating a retirement allowance under
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division (A) of this section if the member qualifies for an
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allowance under that division;

(b) If the member qualifies for an allowance under division 846 (B)(2)(a) of this section, to have the member's service credit as 847 a PERS law enforcement officer used in calculating a benefit under 848 that division and the member's credit for all service other than 849 PERS law enforcement service used in calculating a benefit 850 consisting of a single life annuity having a reserve equal to the 851 amount of the member's accumulated contributions and an equal 852 amount of employer contributions. 853

(c)If the member qualifies for an allowance under division854(B)(2)(b) or (c), (B)(4), or (C) of this section, to have the855

member's service credit as a PERS law enforcement officer or 856 Hamilton county municipal court bailiff PERS public safety officer 857 used in calculating a benefit under the appropriate division and 858 the member's credit for all service other than PERS law 859 enforcement service or service as a Hamilton county municipal 860 court bailiff PERS public safety officer under this chapter used 861 in calculating a benefit consisting of a single life annuity 862 having a reserve equal to the amount of the member's accumulated 863 contributions and an equal amount of the employer's contributions. 864

(2) Notwithstanding sections 145.01 and 145.30 of the Revised 865 Code, no more than four years of military service credit granted 866 under section 145.30 of the Revised Code and five years of 867 military service credit purchased under section 145.301 or 145.302 868 of the Revised Code shall be used in calculating service as a PERS 869 law enforcement officer or Hamilton county municipal court bailiff 870 PERS public safety officer or the total service credit of that 871 872 person.

(3) Only credit for the member's service as a PERS law 873 enforcement officer, PERS public safety officer, or service credit 874 obtained as a police officer or state highway patrol trooper shall 875 be used in computing the benefit of a member who qualifies for a 876 benefit under division (B)(2)(a), (b), or (d)(ii) or (4) or 877 division (C) of this section for the following: 878

(a) Any person who originally is commissioned and employed as 879 a deputy sheriff by the sheriff of any county, or who originally 880 is elected sheriff, on or after January 1, 1975; 881

(b) Any deputy sheriff who originally is employed as a 882 criminal bailiff or court constable on or after April 16, 1993; 883

(c) Any person who originally is appointed as a township 884 constable or police officer in a township police department or 885 district on or after January 1, 1981; 886

#### S. B. No. 267 As Introduced

(e) Any person who originally is employed as an undercover 889 drug agent as defined in section 109.79 of the Revised Code, 890 department of public safety enforcement agent who prior to June 891 30, 1999, was a liquor control investigator, park officer, forest 892 officer, wildlife officer, state watercraft officer, park district 893 police officer, conservancy district officer, veterans' home 894 police officer, special police officer for a mental health 895 institution, special police officer for an institution for the 896 mentally retarded and developmentally disabled, or municipal 897 police officer on or after December 15, 1988; 898

(f) Any person who originally is employed as a stateuniversity law enforcement officer on or after November 6, 1996;900

(g) Any person who is originally employed as a state
901
university law enforcement officer by the university of Akron on
902
or after September 16, 1998;
903

(h) Any person who originally is employed as a preserve 904officer on or after March 18, 1999; 905

(i) Any person who originally is employed as a natural
906
resources law enforcement staff officer on or after March 18,
907
1999;
908

(j) Any person who is originally employed as a department of 909public safety enforcement agent on or after June 30, 1999; 910

(k) Any person who is originally employed as a house sergeant
at arms or assistant house sergeant at arms on or after September
5, 2001;

(1) Any person who is originally appointed as a regional
914
transit authority police officer or state highway patrol police
915
officer on or after February 1, 2002;
916

#### S. B. No. 267 As Introduced

(m) Any person who is originally employed as a municipal
 917
 public safety director on or after the effective date of this
 918
 amendment September 29, 2005.
 919

(4) Only credit for a member's service as a Hamilton county 920 municipal court bailiff PERS public safety officer or service 921 credit obtained as a PERS law enforcement officer, police officer, 922 or state highway patrol trooper shall be used in computing the 923 benefit of a member who qualifies for a benefit under division 924 (B)(2)(b) or (c) or (d)(ii) or (4) or division (C) of this section 925 for any person who originally is employed as a Hamilton county 926 municipal court bailiff on or after November 6, 1996. 927

(F) Retirement allowances determined under this section shall928be paid as provided in section 145.46 of the Revised Code.929

(G) For the purposes of this section, service prior to June
30, 1999, as a food stamp trafficking agent under former section
5502.14 of the Revised Code shall be considered service as a law
932
enforcement officer.
933

Sec. 145.35. (A) As used in this section, "on-duty illness or 934 injury" means an illness or injury that occurred during or 935 resulted from performance of duties under the direct supervision 936 of a member's appointing authority. 937

(B) The public employees retirement system shall provide
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disability coverage to each member who has at least five years of
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total service credit and disability coverage for on-duty illness
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or injury to each member who is a PERS law enforcement officer or
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Hamilton county municipal court bailiff PERS public safety
942
officer, regardless of length of service.
943

Not later than October 16, 1992, the public employees 944 retirement board shall give each person who is a member on July 945 29, 1992, the opportunity to elect disability coverage either 946 under section 145.36 of the Revised Code or under section 145.361 947 of the Revised Code. The board shall mail notice of the election, 948 accompanied by an explanation of the coverage under each of the 949 Revised Code sections and a form on which the election is to be 950 made, to each member at the member's last known address. The board 951 shall also provide the explanation and form to any member on 952 953 request.

Regardless of whether the member actually receives notice of 954 the right to make an election, a member who fails to file a valid 955 election under this section shall be considered to have elected 956 disability coverage under section 145.36 of the Revised Code. To 957 be valid, an election must be made on the form provided by the 958 retirement board, signed by the member, and filed with the board 959 not later than one hundred eighty days after the date the notice 960 was mailed, or, in the case of a form provided at the request of a 961 member, a date specified by rule of the retirement board. Once 962 made, an election is irrevocable, but if the member ceases to be a 963 member of the retirement system, the election is void. If a person 964 who makes an election under this section also makes an election 965 under section 3307.62 or 3309.39 of the Revised Code, the election 966 made for the system that pays a disability benefit to that person 967 shall govern the benefit. 968

Disability coverage shall be provided under section 145.361 969 of the Revised Code for persons who become members after July 29, 970 1992, and for members who elect under this division to be covered 971 under section 145.361 of the Revised Code. 972

The retirement board may adopt rules governing elections made under this division.

(C) Application for a disability benefit may be made by a 975 member, by a person acting in the member's behalf, or by the 976 member's employer, provided the member has disability coverage 977 under section 145.36 or 145.361 of the Revised Code and is not 978

973

receiving a disability benefit under any other Ohio state or 979 municipal retirement program. Application must be made within two 980 years from the date the member's contributing service terminated 981 or the date the member ceased to make contributions to the PERS 982 defined benefit plan under section 145.814 of the Revised Code, 983 unless the retirement board determines that the member's medical 984 records demonstrate conclusively that at the time the two-year 985 period expired, the member was physically or mentally 986 incapacitated for duty and unable to make an application. 987 Application may not be made by or for any person receiving age and 988 service retirement benefits under section 145.33, 145.331, 145.34, 989 or 145.37 of the Revised Code or any person who, pursuant to 990 section 145.40 of the Revised Code, has been paid the accumulated 991 contributions standing to the credit of the person's individual 992 account in the employees' savings fund. The application shall be 993 made on a form provided by the retirement board. 994

(D) The benefit payable to any member who is approved for a 995
 disability benefit shall become effective on the first day of the 996
 month immediately following the later of the following: 997

- (1) The last day for which compensation was paid; 998
- (2) The attainment of eligibility for a disability benefit. 999

(E) Medical examination of a member who has applied for a 1000 disability benefit shall be conducted by a competent disinterested 1001 physician or physicians selected by the board to determine whether 1002 the member is mentally or physically incapacitated for the 1003 performance of duty by a disabling condition either permanent or 1004 presumed to be permanent. The disability must have occurred since 1005 last becoming a member or have increased since last becoming a 1006 member to such extent as to make the disability permanent or 1007 presumed to be permanent. A disability is presumed to be permanent 1008 if it is expected to last for a continuous period of not less than 1009 twelve months following the filing of the application. 1010 If the physician or physicians determine that the member 1011 qualifies for a disability benefit, the board concurs with the 1012 determination, and the member agrees to medical treatment as 1013 specified in division (F) of this section, the member shall 1014 receive a disability benefit under section 145.36 or 145.361 of 1015 the Revised Code. The action of the board shall be final. 1016

(F) The public employees retirement board shall adopt rules 1017 requiring a disability benefit recipient, as a condition of 1018 continuing to receive a disability benefit, to agree in writing to 1019 obtain any medical treatment recommended by the board's physician 1020 and submit medical reports regarding the treatment. If the board 1021 determines that a disability benefit recipient is not obtaining 1022 the medical treatment or the board does not receive a required 1023 medical report, the disability benefit shall be suspended until 1024 the treatment is obtained, the report is received by the board, or 1025 the board's physician certifies that the treatment is no longer 1026 helpful or advisable. Should the recipient's failure to obtain 1027 treatment or submit a medical report continue for one year, the 1028 recipient's right to the disability benefit shall be terminated as 1029 of the effective date of the original suspension. 1030

(G) In the event an employer files an application for a 1031 disability benefit as a result of a member having been separated 1032 from service because the member is considered to be mentally or 1033 physically incapacitated for the performance of the member's 1034 present duty, and the physician or physicians selected by the 1035 board reports to the board that the member is physically and 1036 mentally capable of performing service similar to that from which 1037 the member was separated and the board concurs in the report, the 1038 board shall so certify to the employer and the employer shall 1039 restore the member to the member's previous position and salary or 1040 to a similar position and salary. 1041 Revised Code:

(1) The public employees retirement system shall be	1044
authorized to calculate the employee contribution rates separately	1045
for those public employees contributing toward benefits <u>as PERS</u>	1046
public safety officers under division (B)(2)(b), (c), or (d) of	1047
section 145.33 of the Revised Code.	1048
(2) Each public employee contributing toward benefits <u>as PERS</u>	1049
law enforcement officers under division (B)(2)(a) of section	1050
145.33 of the Revised Code shall contribute to the employees'	1051
savings fund <del>ten and one-tenth</del> <u>the rate determined under division</u>	1052
(A)(1) of this section plus an additional percentage specified by	1053
the public employees retirement board, which shall initially be	1054
one per cent of the employee's earnable salary and shall not be	1055
increased to more than two per cent of the employee's earnable	1056
<u>salary</u> .	1057
(B) Notwithstanding section 145.48 of the Revised Code, the	1058
public employees retirement system shall be authorized to	1059
calculate the employer contribution rates separately for those	1060
public employees contributing toward benefits as PERS public	1061
safety officers under division (B)(2)(a) of section 145.33 of the	1062
Revised Code or <u>as PERS law enforcement officers</u> under <del>division</del>	1063
(B)(2)(b), (c), or (d) of that section, except that the employer	1064
contribution rate shall not exceed eighteen and one-tenth per cent	1065
of the earnable salaries of those employees.	1066
Section 2. That existing sections 145.01, 145.19, 145.191,	1000
	1067

Sec. 145.49. (A) Notwithstanding section 145.47 of the

repealed.

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