## As Reported by the Senate Health, Human Services and Aging Committee

## 127th General Assembly Regular Session 2007-2008

Sub. S. B. No. 267

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## **Senator Faber**

**Cosponsor: Senator Seitz** 

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## **ABILL**

145.35, 145.47, and 145.49 and to enact section	2
145.2914 of the Revised Code regarding the Public	3
Employees Retirement System law enforcement	4
division and late penalties assessed by the	5
retirement system.	6
BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:	
Section 1. That sections 145.01, 145.19, 145.191, 145.33,	7
145.35, 145.47, and 145.49 be amended and section 145.2914 of the	8
Revised Code be enacted to read as follows:	9

To amend sections 145.01, 145.19, 145.191, 145.33,

(A) "Public employee" means: 11 (1) Any person holding an office, not elective, under the 12 state or any county, township, municipal corporation, park 13 district, conservancy district, sanitary district, health 14 district, metropolitan housing authority, state retirement board, 15 Ohio historical society, public library, county law library, union 16 cemetery, joint hospital, institutional commissary, state 17 university, or board, bureau, commission, council, committee, 18

Sec. 145.01. As used in this chapter:

authority, or administrative body as the same are, or have been,

created by action of the general assembly or by the legislative

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authority of any of the units of local government named in

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

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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

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  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

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  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

  is derived from funds of a person or entity other than the

  semployer. 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

  required by sections 145.48 and 145.51 of the Revised Code.

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- (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.
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In all cases of doubt, the public employees retirement board 43 shall determine whether any person is a public employee, and its 44 decision is final.

(B) "Member" means any public employee, other than a public 46 employee excluded or exempted from membership in the retirement 47 system by section 145.03, 145.031, 145.032, 145.033, 145.034, 48 145.035, or 145.38 of the Revised Code. "Member" includes a PERS 49

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retirant who becomes a member under division (C) of section 145.38 of the Revised Code. "Member" also includes a disability benefit recipient.

- (C) "Head of the department" means the elective or appointive 53 head of the several executive, judicial, and administrative 54 departments, institutions, boards, and commissions of the state 55 and local government as the same are created and defined by the 56 laws of this state or, in case of a charter government, by that 57 charter.
- (D) "Employer" or "public employer" means the state or any 59 county, township, municipal corporation, park district, 60 conservancy district, sanitary district, health district, 61 metropolitan housing authority, state retirement board, Ohio 62 historical society, public library, county law library, union 63 cemetery, joint hospital, institutional commissary, state medical 64 college, state university, or board, bureau, commission, council, 65 committee, authority, or administrative body as the same are, or 66 have been, created by action of the general assembly or by the 67 legislative authority of any of the units of local government 68 named in this division not covered by section 742.01, 3307.01, 69 3309.01, or 5505.01 of the Revised Code. In addition, "employer" 70 means the employer of any public employee. 71
- (E) "Prior service" means all service as a public employee 72 rendered before January 1, 1935, and all service as an employee of 73 any employer who comes within the state teachers retirement system 74 or of the school employees retirement system or of any other 75 retirement system established under the laws of this state 76 rendered prior to January 1, 1935, provided that if the employee 77 claiming the service was employed in any capacity covered by that 78 other system after that other system was established, credit for 79 the service may be allowed by the public employees retirement 80 system only when the employee has made payment, to be computed on 81

- credit for any single year of the service shall be determined by

  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 117 credit for any single year of the service shall be determined by 118 using the number of hours of service for which the compensation 119 was received in any such year as a numerator and using two 120 thousand hours as a denominator.
- (F) "Contributor" means any person who has an account in the 122 employees' savings fund created by section 145.23 of the Revised 123 Code. When used in the sections listed in division (B) of section 124 145.82 of the Revised Code, "contributor" includes any person 125 participating in a PERS defined contribution plan. 126
- (G) "Beneficiary" or "beneficiaries" means the estate or a 127 person or persons who, as the result of the death of a member, 128 contributor, or retirant, qualify for or are receiving some right 129 or benefit under this chapter. 130
- (H)(1) "Total service credit," except as provided in section 131 145.37 of the Revised Code, means all service credited to a member 132 of the retirement system since last becoming a member, including 133 restored service credit as provided by section 145.31 of the 134 Revised Code; credit purchased under sections 145.293 and 145.299 135 of the Revised Code; all the member's prior service credit; all 136 the member's military service credit computed as provided in this 137 chapter; all service credit established pursuant to section 138 145.297 of the Revised Code; and any other service credited under 139 this chapter. In addition, "total service credit" includes any 140 period, not in excess of three years, during which a member was 141 out of service and receiving benefits under Chapters 4121. and 142 4123. of the Revised Code. For the exclusive purpose of satisfying 143 the service credit requirement and of determining eligibility for 144

this system for the eighteen months of employment preceding the

date membership was established. When that payment has been made

(3) Where a member also is a member of the state teachers

retirement system or the school employees retirement system, or

both, except in cases of retirement on a combined basis pursuant

to section 145.37 of the Revised Code or as provided in section

145.383 of the Revised Code, service credit for any period shall

public employees retirement system bear to total contributions in

(4) Not more than one year of credit may be given for any

(5) "Ohio service credit" means credit for service that was

rendered to the state or any of its political subdivisions or any

be credited on the basis of the ratio that contributions to the

by all such employee members, a corresponding payment shall be

paid into the employers' accumulation fund by that municipal

corporation as the employer of the employees.

all state retirement systems.

period of twelve months.

employer.

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(L) "Annuity" means payments for life derived from

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

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this section.

(a) Fees and commissions, other than those paid under section	268
507.09 of the Revised Code, paid as sole compensation for personal	269
services and fees and commissions for special services over and	270
above services for which the contributor receives a salary;	271
(b) Amounts paid by the employer to provide life insurance,	272
sickness, accident, endowment, health, medical, hospital, dental,	273
or surgical coverage, or other insurance for the contributor or	274
the contributor's family, or amounts paid by the employer to the	275
contributor in lieu of providing the insurance;	276
(c) Incidental benefits, including lodging, food, laundry,	277
parking, or services furnished by the employer, or use of the	278
employer's property or equipment, or amounts paid by the employer	279
to the contributor in lieu of providing the incidental benefits;	280
(d) Reimbursement for job-related expenses authorized by the	281
employer, including moving and travel expenses and expenses	282
related to professional development;	283
(e) Payments for accrued but unused sick leave, personal	284
leave, or vacation that are made at any time other than in the	285
year in which the sick leave, personal leave, or vacation was	286
accrued;	287
(f) Payments made to or on behalf of a contributor that are	288
in excess of the annual compensation that may be taken into	289
account by the retirement system under division (a)(17) of section	290
401 of the "Internal Revenue Code of 1986," 100 Stat. 2085, 26	291
U.S.C.A. 401(a)(17), as amended;	292
(g) Payments made under division (B), (C), or (E) of section	293
5923.05 of the Revised Code, Section 4 of Substitute Senate Bill	294
No. 3 of the 119th general assembly, Section 3 of Amended	295
Substitute Senate Bill No. 164 of the 124th general assembly, or	296
Amended Substitute House Bill No. 405 of the 124th general	297
assembly;	298

(h) Anything of value received by the contributor that is	299
based on or attributable to retirement or an agreement to retire,	300
except that payments made on or before January 1, 1989, that are	301
based on or attributable to an agreement to retire shall be	302
included in earnable salary if both of the following apply:	303
(i) The payments are made in accordance with contract	304
provisions that were in effect prior to January 1, 1986;	305
(ii) The employer pays the retirement system an amount	306
specified by the retirement board equal to the additional	307
liability resulting from the payments.	308
(3) The retirement board shall determine by rule whether any	309
compensation not enumerated in division (R) of this section is	310
earnable salary, and its decision shall be final.	311
(S) "Pension reserve" means the present value, computed upon	312
the basis of the mortality and other tables adopted by the board,	313
of all payments to be made on account of any retirement allowance	314
or benefit in lieu of any retirement allowance, granted to a	315
member or beneficiary under this chapter.	316
(T)(1) "Contributing service" means all service credited to a	317
member of the system since January 1, 1935, for which	318
contributions are made as required by sections 145.47, 145.48, and	319
145.483 of the Revised Code. In any year subsequent to 1934,	320
credit for any service shall be allowed by the following formula:	321
(a) For each month for which the member's earnable salary is	322
two hundred fifty dollars or more, allow one month's credit.	323
(b) For each month for which the member's earnable salary is	324
less than two hundred fifty dollars, allow a fraction of a month's	325
credit. The numerator of this fraction shall be the earnable	326
salary during the month, and the denominator shall be two hundred	327
fifty dollars, except that if the member's annual earnable salary	328

is less than six hundred dollars, the member's credit shall not be

board shall compute the total additional amount the member would 361 have contributed, or the amount by which each of the member's 362 contributions would have increased, had the member received the 363 increased salary for the office the member holds. If the member 364 elects to have the amount by which the member's contribution would 365 have increased withheld from the member's salary, the member shall 366 notify the employer, and the employer shall make the withholding 367 and transmit it to the retirement system. A member who has not 368 elected to have that amount withheld may elect at any time to make 369 a payment to the retirement system equal to the additional amount 370 the member's contribution would have increased, plus interest on 371 that contribution, compounded annually at a rate established by 372 the board and computed from the date on which the last 373 contribution would have been withheld from the member's salary to 374 the date of payment. A member may make a payment for part of the 375 period for which the increased contribution was not withheld, in 376 which case the interest shall be computed from the date the last 377 contribution would have been withheld for the period for which the 378 payment is made. Upon the payment of the increased contributions 379 as provided in this division, the increased annual salary as 380 provided by law for the office for the period for which the member 381 paid increased contributions thereon shall be used in determining 382 the member's earnable salary for the purpose of computing the 383 member's final average salary. 384

- (Z) "Five years of service credit," for the exclusive purpose 385 of satisfying the service credit requirements and of determining 386 eligibility for benefits under section 145.33 of the Revised Code, 387 means employment covered under this chapter or under a former 388 retirement plan operated, recognized, or endorsed by the employer 389 prior to coverage under this chapter or under a combination of the 390 coverage.
  - (AA) "Deputy sheriff" means any person who is commissioned

and employed as a full-time peace officer by the sheriff of any	393
county, and has been so employed since on or before December 31,	394
1965 <del>, and whose primary duties are to preserve the peace, to</del>	395
protect life and property, and to enforce the laws of this state;	396
any person who is or has been commissioned and employed as a peace	397
officer by the sheriff of any county since January 1, 1966, and	398
who has received a certificate attesting to the person's	399
satisfactory completion of the peace officer training school as	400
required by section 109.77 of the Revised Code and whose primary	401
duties are to preserve the peace, protect life and property, and	402
enforce the laws of this state; or any person deputized by the	403
sheriff of any county and employed pursuant to section 2301.12 of	404
the Revised Code as a criminal bailiff or court constable who has	405
received a certificate attesting to the person's satisfactory	406
completion of the peace officer training school as required by	407
section 109.77 of the Revised Code and whose primary duties are to	408
preserve the peace, protect life and property, and enforce the	409
laws of this state.	410
(BB) "Township constable or police officer in a township	411

- police department or district" means any person who is 412 commissioned and employed as a full-time peace officer pursuant to 413 Chapter 505. or 509. of the Revised Code, who has received a 414 certificate attesting to the person's satisfactory completion of 415 the peace officer training school as required by section 109.77 of 416 the Revised Code, and whose primary duties are to preserve the 417 peace, protect life and property, and enforce the laws of this 418 419 <del>state</del>.
- (CC) "Drug agent" means any person who is either of the 420 following:
- (1) Employed <u>full-time</u> <u>full time</u> 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

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(QQ) "State university law enforcement officer" means any

person who is employed <del>full-time</del> <u>full time</u> as a state university	487
law enforcement officer pursuant to section 3345.04 of the Revised	488
Code and who is in compliance with section 109.77 of the Revised	489
Code.	490
(RR) "House sergeant at arms" means any person appointed by	491
the speaker of the house of representatives under division (B)(1)	492
of section 101.311 of the Revised Code who has arrest authority	493
under division (E)(1) of that section.	494
(SS) "Assistant house sergeant at arms" means any person	495
appointed by the house sergeant at arms under division (C)(1) of	496
section 101.311 of the Revised Code.	497
(TT) "Regional transit authority police officer" means a	498
person who is employed full time as a regional transit authority	499
police officer under division (Y) of section 306.35 of the Revised	500
Code and is in compliance with section 109.77 of the Revised Code.	501
(UU) "State highway patrol police officer" means a special	502
police officer employed full time and designated by the	503
superintendent of the state highway patrol pursuant to section	504
5503.09 of the Revised Code or a person serving full time as a	505
special police officer pursuant to that section on a permanent	506
basis on October 21, 1997, who is in compliance with section	507
109.77 of the Revised Code.	508
(VV) "Municipal public safety director" means a person who	509
serves <del>full-time</del> <u>full time</u> as the public safety director of a	510
municipal corporation with the duty of directing the activities of	511
the municipal corporation's police department and fire department.	512
(WW) Notwithstanding section 2901.01 of the Revised Code,	513
"PERS law enforcement officer" means a sheriff- or any of the	514
following whose primary duties are to preserve the peace, protect	515
life and property, and enforce the laws of this state: a deputy	516
sheriff, township constable or police officer in a township police	517

department or district, drug agent, municipal public safety 518 director, department of public safety enforcement agent, natural 519 resources law enforcement staff officer, park officer, forest 520 officer, preserve officer, wildlife officer, state watercraft 521 officer, park district police officer, conservancy district 522 officer, veterans' home police officer, special police officer for 523 a mental health institution, special police officer for an 524 institution for the mentally retarded and developmentally 525 disabled, state university law enforcement officer, municipal 526 police officer, house sergeant at arms, assistant house sergeant 527 at arms, regional transit authority police officer, or state 528 highway patrol police officer. 529

(XX) "Hamilton county municipal court bailiff" means a person 530 appointed by the clerk of courts of the Hamilton county municipal 531 court under division (A)(3) of section 1901.32 of the Revised Code 532 who is employed full time as a bailiff or deputy bailiff, who has 533 received a certificate attesting to the person's satisfactory 534 completion of the peace officer basic training described in 535 division (D)(1) of section 109.77 of the Revised Code, and whose 536 primary duties are to preserve the peace, to protect life and 537 property, and to enforce the laws of this state. 538

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

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

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hundred eighty days after the date on which employment begins, the	579
individual shall elect to participate either in the PERS defined	580
benefit plan or a PERS defined contribution plan. If a form	581
evidencing an election under this section is not received by the	582
public employees retirement system not later than the last day of	583
the one-hundred-eighty-day period, the individual is deemed to	584
have elected to participate in the PERS defined benefit plan.	585
(B) An election under this section shall be made in writing	586
on a form provided by the system and filed with the system.	587
(C) An election under this section shall take effect on the	588
date employment began and, except as provided in section 145.814	589
of the Revised Code or rules governing the PERS defined benefit	590
plan, is irrevocable on receipt by the system.	591
(D) An individual is ineligible to make an election under	592
this section if one of the following applies:	593
(1) At the time employment begins, the individual is a PERS	594
retirant or other system retirant, as those terms are defined in	595
section 145.38 of the Revised Code, or is retired under section	596
145.383 of the Revised Code.	597
(2) The individual is participating or has elected to	598
participate in an alternative retirement plan under section	599
3305.05 or 3305.051 of the Revised Code and the employment is in a	600
position that is subject to division $(C)(4)$ of section 3305.05 or	601
division (F) of section 3305.051 of the Revised Code.	602
(3) The individual is a contributor who, as of the last day	603
of the month prior to the date employment begins, has five or more	604
years of total service credit.	605
(4) The individual is employed in a position covered under	606

this chapter to which section 145.193 of the Revised Code applies.

(5) The individual is a PERS law enforcement officer or

service.

determined by	the follow:	ing schedule:		729
		Years of	Percentage	730
Attained	or	Total Service	of	731
Birthday		Credit	Base Amount	732
58		25	75	733
59		26	80	734
60		27	85	735
61			88	736
		28	90	737
62			91	738
63			94	739
		29	95	740
64			97	741
65		30 or more	100	742
Members shall vest the right to a benefit in accordance with			743	
the following	schedule, k	based on the member's at	ttained age by	744
September 1, 1	976:			745
			Percentage	746
	Attained		of	747
	Birthday		Base Amount	748
	66		102	749
	67		104	750
	68		106	751
	69		108	752
	70 or more		110	753
(6) The t	otal annual	l single lifetime allowa	ance that a member	754
shall receive	under divis	sion (A)(5) of this sect	tion shall not	755
exceed the les	ser of one	hundred per cent of the	e member's final	756
average salary	or the lir	mit established by secti	ion 415 of the	757
"Internal Reve	nue Code of	f 1986," 100 Stat. 2085,	, 26 U.S.C.A. 415,	758
as amended.				759
(B)(1) Fo	r the purpo	oses of divisions (B) to	o (G) of this	760

section, "total service credit as a PERS law enforcement officer"	761
and "total service credit as a <del>Hamilton county municipal court</del>	762
pailiff PERS public safety officer include credit for military	763
service to the extent permitted by division (E)(2) of this section	764
and credit for service as a police officer or state highway patrol	765
trooper to the extent permitted by divisions $(E)(3)$ and $(4)$ of	766
this section.	767
(2) A member who meets the conditions in division (B)(2)(a),	768
(b), $\underline{\text{or}}$ (c), $\underline{\text{or}}$ (d) of this section may apply for an age and	769
service retirement benefit under this division:	770
(a) The member has attained age forty-eight and has at least	771
twenty-five years of total service credit as a PERS law	772
enforcement officer whose primary duties were to preserve the	773
peace, protect life and property, and enforce the laws in the	774
member's jurisdiction;	775
(b) The member has attained age fifty-two, and has at least	776
twenty-five years of total service credit as a PERS <del>law</del>	777
enforcement public safety officer, but the member's primary duties	778
were other than to preserve the peace, protect life and property,	779
and enforce the laws in the member's jurisdiction or has service	780
as a PERS public safety officer and service as a PERS law	781
enforcement officer that when combined equal at least twenty-five	782
years of total service credit;	783
(c) The member has attained age fifty-two and has at least	784
twenty-five years of total service as a Hamilton county municipal	785
court bailiff;	786
(d) The member has attained age sixty-two and has at least	787
fifteen years of total service credit as either of the following:	788
(i) A PERS law enforcement officer;	789
(ii) A Hamilton county municipal court bailiff PERS public	790
safety officer.	791

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(3) A benefit paid under division (B)(2) of this section 792 shall consist of an annual single lifetime allowance equal to the 793 sum of two and one-half per cent of the member's final average 794 salary multiplied by the first twenty-five years of the member's 795 total service plus two and one-tenth per cent of the member's 796 final average salary multiplied by the number of years of the 797 member's total service credit in excess of twenty-five years. 798 (4) A member with at least fifteen years of total service 799 credit as a PERS law enforcement officer or Hamilton county 800 municipal court bailiff PERS public safety officer who voluntarily 801 resigns or is discharged for any reason except death, dishonesty, 802 cowardice, intemperate habits, or conviction of a felony may apply 803 for an age and service retirement benefit, which shall consist of 804 an annual single lifetime allowance equal to one and one-half per 805 cent of the member's final average salary multiplied by the number 806 of years of the member's total service credit. The allowance shall 807 commence on the first day of the calendar month following the 808 month in which the application is filed with the public employees 809 retirement board on or after the attainment by the applicant of 810 811 age fifty-two. (C)(1) A member with at least twenty-five years of total 812 service credit who would be eligible to retire under division 813 (B)(2)(b) or (c) of this section had the member attained age 814 fifty-two and who voluntarily resigns or is discharged for any 815 reason except death, dishonesty, cowardice, intemperate habits, or 816 conviction of a felony, on or after the date of attaining 817 forty-eight years of age, but before the date of attaining 818 fifty-two years of age, may elect to receive a reduced benefit as 819 determined by the following schedule: 820 Attained Age Reduced Benefit 821

75% of the benefit payable under

division (B)(3) of this section

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49 809	of the benefit payable under	824
div	vision (B)(3) of this section	825
50 869	of the benefit payable under	826
div	vision (B)(3) of this section	827
51 939	of the benefit payable under	828
div	vision (B)(3) of this section	829
(2) If a member elects to red	ceive a reduced benefit after	830
attaining age forty-eight the redu	aced benefit is payable from the	831
later of the date of the member's	most recent birthday or the date	832
the member becomes eligible to red	ceive the reduced benefit.	833
(3) Once a member elects to a	receive a reduced benefit	834
determined by the schedule in divi	ision (C)(1) of this section and	835
has received a payment, the member	may not reelect to change that	836
election.		837
(4) If a member who has resig	gned or been discharged has left	838
on deposit the member's accumulate	ed contributions in the	839
employees' savings fund and has no	ot elected to receive a reduced	840
benefit determined by the schedule	e in division (C)(1) of this	841
section, upon attaining fifty-two	years of age, the member shall	842
be entitled to receive a benefit of	computed and paid under division	843
(B)(3) of this section.		844
(D) A benefit paid under divi	ision (B) or (C) of this section	845
shall not exceed the lesser of nir	nety per cent of the member's	846
final average salary or the limit	established by section 415 of	847
the "Internal Revenue Code of 1986	5," 100 Stat. 2085, 26 U.S.C.A.	848
415, as amended.		849
(E)(1) A member with service	credit as a PERS law enforcement	850
officer or a Hamilton county munic	eipal court bailiff PERS public	851
safety officer and other service of	credit under this chapter may	852
elect one of the following:		853
(a) To have all the member's	service credit under this	854

chapter, including credit for service as a PERS law enforcement	855
officer or Hamilton county municipal court bailiff PERS public	856
safety officer, used in calculating a retirement allowance under	857
division (A) of this section if the member qualifies for an	858
allowance under that division;	859

- (b) If the member qualifies for an allowance under division 860 (B)(2)(a) of this section, to have the member's service credit as 861 a PERS law enforcement officer used in calculating a benefit under 862 that division and the member's credit for all service other than 863 PERS law enforcement service used in calculating a benefit 864 consisting of a single life annuity having a reserve equal to the 865 amount of the member's accumulated contributions for all service 866 other than PERS law enforcement service and an equal amount of 867 employer contributions. 868
- (c) If the member qualifies for an allowance under division 869 (B)(2)(b) or (c), (B)(4), or (C) of this section, to have the 870 member's service credit as a PERS law enforcement officer or 871 Hamilton county municipal court bailiff PERS public safety officer 872 used in calculating a benefit under the appropriate division and 873 the member's credit for all service other than PERS law 874 enforcement service or service as a Hamilton county municipal 875 court bailiff PERS public safety officer under this chapter used 876 in calculating a benefit consisting of a single life annuity 877 having a reserve equal to the amount of the member's accumulated 878 contributions for all service other than PERS law enforcement 879 service or PERS public safety officer service and an equal amount 880 of the employer's contributions. 881
- (2) Notwithstanding sections 145.01 and 145.30 of the Revised 882 Code, no more than four years of military service credit granted 883 under section 145.30 of the Revised Code and five years of 884 military service credit purchased under section 145.301 or 145.302 885 of the Revised Code shall be used in calculating service as a PERS 886

law enforcement officer or Hamilton county municipal court bailiff	887
PERS public safety officer or the total service credit of that	888
person.	889
(3) Only credit for the member's service as a PERS law	890
enforcement officer, PERS public safety officer, or service credit	891
obtained as a police officer or state highway patrol trooper shall	892
be used in computing the benefit of a member who qualifies for a	893
benefit under division (B) $(2)(a)$ , $(b)$ , or $(d)(ii)$ or $(4)$	894
division (C) of this section for the following:	895
(a) Any person who originally is commissioned and employed as	896
a deputy sheriff by the sheriff of any county, or who originally	897
is elected sheriff, on or after January 1, 1975;	898
(b) Any deputy sheriff who originally is employed as a	899
criminal bailiff or court constable on or after April 16, 1993;	900
(c) Any person who originally is appointed as a township	901
constable or police officer in a township police department or	902
district on or after January 1, 1981;	903
(d) Any person who originally is employed as a county	904
narcotics agent on or after September 26, 1984;	905
(e) Any person who originally is employed as an undercover	906
drug agent as defined in section 109.79 of the Revised Code,	907
department of public safety enforcement agent who prior to June	908
30, 1999, was a liquor control investigator, park officer, forest	909
officer, wildlife officer, state watercraft officer, park district	910
police officer, conservancy district officer, veterans' home	911
police officer, special police officer for a mental health	912
institution, special police officer for an institution for the	913
mentally retarded and developmentally disabled, or municipal	914
police officer on or after December 15, 1988;	915
(f) Any person who originally is employed as a state	916

university law enforcement officer on or after November 6, 1996;

(G) For the purposes of this section, service prior to June

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sec. 145.35. (A) As used in this section, "on-duty illness or
injury" means an illness or injury that occurred during or
resulted from performance of duties under the direct supervision
of a member's appointing authority.
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(B) The public employees retirement system shall provide 955 disability coverage to each member who has at least five years of 956 total service credit and disability coverage for on-duty illness 957 or injury to each member who is a PERS law enforcement officer or 958 Hamilton county municipal court bailiff PERS public safety 959 officer, regardless of length of service. 960

Not later than October 16, 1992, the public employees 961 retirement board shall give each person who is a member on July 962 29, 1992, the opportunity to elect disability coverage either 963 under section 145.36 of the Revised Code or under section 145.361 964 of the Revised Code. The board shall mail notice of the election, 965 accompanied by an explanation of the coverage under each of the 966 Revised Code sections and a form on which the election is to be 967 made, to each member at the member's last known address. The board 968 shall also provide the explanation and form to any member on 969 request. 970

Regardless of whether the member actually receives notice of 971 the right to make an election, a member who fails to file a valid 972 election under this section shall be considered to have elected 973 disability coverage under section 145.36 of the Revised Code. To 974 be valid, an election must be made on the form provided by the 975 retirement board, signed by the member, and filed with the board 976 not later than one hundred eighty days after the date the notice 977 was mailed, or, in the case of a form provided at the request of a 978 member, a date specified by rule of the retirement board. Once 979 made, an election is irrevocable, but if the member ceases to be a 980 member of the retirement system, the election is void. If a person 981 who makes an election under this section also makes an election 982 under section 3307.62 or 3309.39 of the Revised Code, the election 983 made for the system that pays a disability benefit to that person 984 shall govern the benefit.

Disability coverage shall be provided under section 145.361 986 of the Revised Code for persons who become members after July 29, 987 1992, and for members who elect under this division to be covered 988 under section 145.361 of the Revised Code. 989

The retirement board may adopt rules governing elections made 990 under this division. 991

(C) Application for a disability benefit may be made by a 992 member, by a person acting in the member's behalf, or by the 993 member's employer, provided the member has disability coverage 994 under section 145.36 or 145.361 of the Revised Code and is not 995 receiving a disability benefit under any other Ohio state or 996 municipal retirement program. Application must be made within two 997 years from the date the member's contributing service terminated 998 or the date the member ceased to make contributions to the PERS 999 defined benefit plan under section 145.814 of the Revised Code, 1000 unless the retirement board determines that the member's medical 1001 records demonstrate conclusively that at the time the two-year 1002 period expired, the member was physically or mentally 1003 incapacitated for duty and unable to make an application. 1004 Application may not be made by or for any person receiving age and 1005 service retirement benefits under section 145.33, 145.331, 145.34, 1006 or 145.37 of the Revised Code or any person who, pursuant to 1007 section 145.40 of the Revised Code, has been paid the accumulated 1008 contributions standing to the credit of the person's individual 1009 account in the employees' savings fund. The application shall be 1010

made on a form provided by the retirement board. 1011 (D) The benefit payable to any member who is approved for a 1012 disability benefit shall become effective on the first day of the 1013 month immediately following the later of the following: 1014 (1) The last day for which compensation was paid; 1015 (2) The attainment of eligibility for a disability benefit. 1016 (E) Medical examination of a member who has applied for a 1017 disability benefit shall be conducted by a competent disinterested 1018 physician or physicians selected by the board to determine whether 1019 the member is mentally or physically incapacitated for the 1020 performance of duty by a disabling condition either permanent or 1021 presumed to be permanent. The disability must have occurred since 1022 last becoming a member or have increased since last becoming a 1023 member to such extent as to make the disability permanent or 1024 presumed to be permanent. A disability is presumed to be permanent 1025 if it is expected to last for a continuous period of not less than 1026 twelve months following the filing of the application. 1027 If the physician or physicians determine that the member 1028 qualifies for a disability benefit, the board concurs with the 1029 determination, and the member agrees to medical treatment as 1030 specified in division (F) of this section, the member shall 1031 receive a disability benefit under section 145.36 or 145.361 of 1032 the Revised Code. The action of the board shall be final. 1033 (F) The public employees retirement board shall adopt rules 1034 requiring a disability benefit recipient, as a condition of 1035 continuing to receive a disability benefit, to agree in writing to 1036 obtain any medical treatment recommended by the board's physician 1037 and submit medical reports regarding the treatment. If the board 1038 determines that a disability benefit recipient is not obtaining 1039 the medical treatment or the board does not receive a required 1040

medical report, the disability benefit shall be suspended until

the treatment is obtained, the report is received by the board, or
the board's physician certifies that the treatment is no longer
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helpful or advisable. Should the recipient's failure to obtain
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treatment or submit a medical report continue for one year, the
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recipient's right to the disability benefit shall be terminated as
of the effective date of the original suspension.
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- (G) In the event an employer files an application for a 1048 disability benefit as a result of a member having been separated 1049 from service because the member is considered to be mentally or 1050 physically incapacitated for the performance of the member's 1051 present duty, and the physician or physicians selected by the 1052 board reports to the board that the member is physically and 1053 mentally capable of performing service similar to that from which 1054 the member was separated and the board concurs in the report, the 1055 board shall so certify to the employer and the employer shall 1056 restore the member to the member's previous position and salary or 1057 to a similar position and salary. 1058
- Sec. 145.47. (A) Each public employee who is a contributor to 1059 the public employees retirement system shall contribute eight per 1060 cent of the contributor's earnable salary to the employees' 1061 savings fund, except that the public employees retirement board 1062 may raise the contribution rate to a rate not greater than ten per 1063 cent of the employee's earnable salary.
- (B) The head of each state department, institution, board, 1065 and commission, and the fiscal officer of each local authority 1066 subject to this chapter, shall deduct from the earnable salary of 1067 each contributor on every payroll of such contributor for each 1068 payroll period subsequent to the date of coverage, an amount equal 1069 to the applicable per cent of the contributor's earnable salary. 1070 The head of each state department and the fiscal officer of each 1071 local authority subject to this chapter shall transmit promptly to 1072

the system a report of contributions at such intervals and in such	1073
form as the system shall require, showing thereon all deductions	1074
for the system made from the earnable salary of each contributor	1075
employed, together with warrants or, checks, or electronic	1076
payments covering the total of such deductions. A penalty of five	1077
per cent of the total amount due for the particular reporting	1078
period shall be added when such report, together with warrants or_	1079
checks, or electronic payments to cover the total amount due from	1080
the earnable salary of all amenable employees of such employer, is	1081
filed thirty or more days after the last day of such reporting	1082
period. <del>Such</del> <u>The system, after making a record of all receipts</u>	1083
under this division, shall deposit the receipts with the treasurer	1084
of state for use as provided by this chapter.	1085
(C) Unless the board adopts a rule under division (D) of this	1086
section, the penalty described in division (B) of this section for	1087
failing to timely transmit a report, pay the total amount due, or	1088
both is as follows:	1089
(1) At least one but not more than ten days past due, an	1090
amount equal to one per cent of the total amount due;	1091
(2) At least eleven but not more than thirty days past due,	1092
an amount equal to two and one-half per cent of the total amount	1093
<u>due;</u>	1094
(3) Thirty-one or more days past due, an amount equal to five	1095
per cent of the total amount due.	1096
The penalty described in this division shall be added to and	1097
collected on the next succeeding regular employer billing.	1098
Interest at a rate set by the retirement board shall be charged on	1099
the amount of the penalty in case such penalty is not paid within	1100
three months thirty days after it is added to the regular employer	1101
billing. The system, after making a record of all such receipts,	1102
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shall deposit them with the treasurer of state for use as provided

Revised Code:	1135
(1) The public employees retirement system shall be	1136
authorized to calculate the employee contribution rates separately	1137
for those public employees contributing toward benefits as PERS	1138
<pre>public safety officers under division (B)(2)(b), (c), or (d) of</pre>	1139
section 145.33 of the Revised Code.	1140
(2) Each public employee contributing toward benefits as PERS	1141
<u>law enforcement officers</u> under <del>division (B)(2)(a) of</del> section	1142
145.33 of the Revised Code shall contribute to the employees'	1143
savings fund ten and one tenth the rate determined under division	1144
(A)(1) of this section plus an additional percentage specified by	1145
the public employees retirement board, which shall initially be	1146
one per cent of the employee's earnable salary and shall not be	1147
increased to more than two per cent of the employee's earnable	1148
salary.	1149
(B) Notwithstanding section 145.48 of the Revised Code, the	1150
public employees retirement system shall be authorized to	1151
calculate the employer contribution rates separately for those	1152
public employees contributing toward benefits as PERS public	1153
<u>safety officers</u> under $\frac{\text{division }(B)(2)(a) \text{ of}}{\text{section 145.33}}$ of the	1154
Revised Code or <u>as PERS law enforcement officers</u> under <del>division</del>	1155
$\frac{(B)(2)(b)}{(c)}$ , $\frac{(c)}{(c)}$ , or $\frac{(d)}{(d)}$ that section, except that the employer	1156
contribution rate shall not exceed eighteen and one-tenth per cent	1157
of the earnable salaries of those employees.	1158
Section 2. That existing sections 145.01, 145.19, 145.191,	1159
145.33, 145.35, 145.47, and 145.49 of the Revised Code are hereby	1160
repealed.	1161