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No. 130. An act relating to amending the pension system for sheriffs and certain deputy sheriffs.

(H.585)

It is hereby enacted by the General Assembly of the State of Vermont:

* * * Pension System for Sheriff and Deputy Sheriffs * * *

Sec. 1. 3 V.S.A. § 455 is amended to read:

§ 455. DEFINITIONS

(a) As used in this subchapter:

* * *

(11) "Member" means any employee included in the membership of the Retirement System under section 457 of this title.

- (F) "Group G member" means:
- (i) the following employees who are first employed in the positions listed in this subdivision (F)(i) on or after July 1, 2023, or who are members of the System as of June 30, 2022 and make an irrevocable election to prospectively join Group G on or before June 30, 2023, pursuant to the terms set by the Board: facility employees of the Department of Corrections, as Department of Corrections employees who provide direct security and treatment services to offenders under supervision in the community, as employees of a facility for justice-involved youth, or as and employees of the Vermont State Psychiatric Care Hospital employees or as employees of its successor in interest, who provide direct patient care; and

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(ii) the following employees who are first employed in the positions listed in this subdivision (F)(ii) or first included in the membership of the System on or after January 1, 2025, or who are members of the System as of December 31, 2024 and make an irrevocable election to join Group G on or before December 31, 2024, pursuant to the terms set by the Board:

(I) all sheriffs; and

(II) deputy sheriffs who:

(aa) are employed by county sheriff's departments that participate in the Vermont Employees' Retirement System;

(bb) have attained Level II or Level III law enforcement officer certification from the Vermont Criminal Justice Council;

(cc) are required to perform law enforcement duties as the primary function of their employment; and

(dd) are not full-time deputy sheriffs compensated by the State of Vermont whose primary function is transports as defined in 24 V.S.A. § 290(b) and eligible for Group C pursuant to 3 V.S.A. § 455(9)(B).

(13) "Normal retirement date" means:

- (E) with respect to a Group G member:
- (i) for facility employees of the Department of Corrections, Department of Corrections employees who provide direct security and

treatment services to offenders under supervision in the community, employees of a facility for justice-involved youth, or employees of the Vermont State

Psychiatric Care Hospital or its predecessor or successor in interest, who provide direct patient care, who were first included in the membership of the System on or before June 30, 2008, who were employed as of June 30, 2022, and who made an irrevocable election to prospectively join Group G on or before July 1, 2023, pursuant to the terms set by the Board, the first day of the calendar month next following the earlier of:

- (I) 62 years of age and following completion of five years of creditable service;
 - (II) completion of 30 years of creditable service; or
- (III) 55 years of age and following completion of 20 years of creditable service: Θ
- (ii) for facility employees of the Department of Corrections,

 Department of Corrections employees who provide direct security and
 treatment services to offenders under supervision in the community, as
 employees of a facility for justice-involved youth, or employees of the

 Vermont State Psychiatric Care Hospital or its predecessor or successor in
 interest, who provide direct patient care, who were first included in the
 membership of the System on or after July 1, 2008, who were employed as of
 June 30, 2022, and who made an irrevocable election to prospectively join

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Group G on or before July 1, 2023, pursuant to the terms set by the Board, the first day of the calendar month next following the earlier of:

- (I) 65 years of age and following completion of five years of creditable service;
- (II) attainment of 87 points reflecting a combination of the age of the member and number of years of service; or
- (III) 55 years of age and following completion of 20 years of creditable service; or
- (iii) for facility employees of the Department of Corrections, Department of Corrections employees who provide direct security and treatment services to offenders under supervision in the community, employees of a facility for justice-involved youth, or employees of the Vermont State Psychiatric Care Hospital or its predecessor or successor in interest, who provide direct patient care, who first become a Group G member on or after July 1, 2023, the first day of the calendar month next following the earlier of:
- (I) attainment of 55 years of age and following completion of 20 years of creditable service; or
- (II) 65 years of age and following completion of five years of creditable service.;
- (iv) for all sheriffs and those deputy sheriffs who meet the requirements pursuant to subdivision (11)(F)(ii) of this subsection (a), who were first included in the membership of the System on or before June 30,

2008, who were employed as of December 31, 2024, and who made an irrevocable election to prospectively join Group G on or before January 1, 2025, pursuant to the terms set by the Board, the first day of the calendar month next following the earlier of:

- (I) 62 years of age and following completion of five years of creditable service;
- (II) completion of 30 years of creditable service; or

 (III) 55 years of age and following completion of 20 years of creditable service;
- (v) for all sheriffs and those deputy sheriffs who meet the requirements pursuant to subdivision (11)(F)(ii) of this subsection (a), who were first included in the membership of the System on or after July 1, 2008, who were employed as of December 31, 2024, and who made an irrevocable election to prospectively join Group G on or before January 1, 2025, pursuant to the terms set by the Board, the first day of the calendar month next following the earlier of:
- (I) 65 years of age and following completion of five years of creditable service;
- (II) attainment of 87 points reflecting a combination of the age of the member and number of years of service; or
- (III) 55 years of age and following completion of 20 years of creditable service; or

(vi) for all sheriffs and those deputy sheriffs who meet the requirements pursuant to subdivision (11)(F)(ii) of this subsection (a), who first become a Group G member after January 1, 2025, the first day of the calendar month next following the earlier of:

(I) attainment of 55 years of age and following completion of 20 years of creditable service; or

(II) 65 years of age and following completion of five years of creditable service.

* * *

Sec. 2. 3 V.S.A. § 459 is amended to read:

§ 459. NORMAL AND EARLY RETIREMENT

* * *

(b) Normal retirement allowance.

- (6)(A) Upon normal retirement pursuant to subdivisions

 455(a)(13)(E)(i) and, (iii), (iv), and (vi) of this chapter, a Group G member shall receive a normal retirement allowance equal to two and one-half of a percent of the member's average final compensation times years of membership service in Group G. The maximum retirement allowance shall be 50 percent of average final compensation.
- (B) Upon normal retirement pursuant to subdivision subdivisions 455(a)(13)(E)(ii) and (v) of this chapter, a Group G member shall receive a

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normal retirement allowance equal to two and one-half of a percent of the member's average final compensation times years of membership service in Group G. The maximum retirement allowance shall be 60 percent of average final compensation.

* * *

(d) Early retirement allowance.

- (4)(A) Upon early retirement, a Group G member who was previously a Group F member first included in the membership of the System on or before June 30, 2008, and who elected to transfer into Group G on July 1, 2023 pursuant to the terms set by the Board, shall receive an early retirement allowance that shall be equal to the normal retirement allowance reduced by the lesser of (i) one-half of one percent for each month equal to the difference between the 240 months and the member's months of creditable service, or (ii) an amount that shall be the actuarial equivalent of the normal retirement allowance computed under subsection (b) of this section.
- (B) Upon early retirement, a Group G member who was previously a Group F member first included in the membership of the System on or after July 1, 2008, and who elected to transfer into Group G on July 1, 2023 pursuant to the terms set by the Board, shall receive an early retirement allowance that shall be equal to the normal retirement allowance reduced by the lesser of (i) five-ninths of one percent for each month equal to the

difference between the 240 months and the member's months of creditable service, or (ii) an amount that shall be the actuarial equivalent of the normal retirement allowance computed under subsection (b) of this section.

Sec. 3. 3 V.S.A. § 489 is amended to read:

§ 489. BENEFITS

Persons who become members of the Vermont State Retirement System under this subchapter and on behalf of whom contributions are paid as provided in this subchapter shall be entitled to benefits under the Vermont State Retirement System as though they were employees of the State of Vermont. These employees shall be considered "Group F members" as defined in subdivision 455(a)(11)(E) of this title, except that:

- (1) elected municipal employees shall not be subject to mandatory retirement requirements; and
- (2) sheriffs and those deputy sheriffs who meet the requirements pursuant to subdivision 455(a)(11)(F)(ii) of this chapter shall be considered members of Group G.
- Sec. 4. ONE-TIME IRREVOCABLE ELECTION FOR SHERIFFS AND CERTAIN DEPUTY SHERIFFS
- (a) Subject to the restrictions set forth in subdivision (c)(1) of this section, on or before September 1, 2024, the Department of State's Attorneys and Sheriffs, in consultation with the Department of Human Resources and the

Office of the State Treasurer, shall establish a list of positions newly eligible
for Group G of the Vermont State Employees' Retirement System, which shall
be limited to the following:

- (1) all sheriffs; and
- (2) deputy sheriffs who:
- (A) are employed by county sheriff's departments that participate in the Vermont State Employees' Retirement System;
- (B) have a Level II or Level III law enforcement officer certification from the Vermont Criminal Justice Council;
- (C) are required to perform law enforcement duties as the primary function of their employment; and
- (D) are not full-time deputy sheriffs compensated by the State of

 Vermont whose primary function is transports as defined in 24 V.S.A. § 290(b)

 and eligible for Group C pursuant to 3 V.S.A. § 455(9)(B).
- (b) In establishing any new deputy sheriff position on and after January 1, 2025, the Department of State's Attorneys and Sheriffs, in consultation with sheriff's departments, shall identify that position as eligible for either Group C membership or Group G membership pursuant to the criteria as set forth in subsection (a) of this section.
- (c)(1) A sheriff or deputy sheriff who qualifies for Group G membership

 pursuant to this act and that has a current Level II or Level III law enforcement

 officer certification from the Vermont Criminal Justice Council shall have a

one-time option to transfer to Group G on or before December 1, 2024.

Sheriffs and deputy sheriffs without a current Level II or Level III law
enforcement officer certification from the Vermont Criminal Justice Council
shall not be eligible to transfer to Group G. For a sheriff or deputy sheriff who
qualifies for Group G membership who is first employed on or after December
1, 2024 but before January 1, 2025, election to join Group G under this
subsection shall be made as soon as possible but shall be within 30 days from
the employee's date of hire.

- (2) Election to join the Group G plan under this subsection shall be irrevocable.
- (d) The effective date of participation in a new group plan for those employees covered under this section and who elect to transfer to Group G shall be January 1, 2025. All past service accrued through the date of transfer shall be calculated based upon the plan in which it was accrued, with all provisions and penalties, if applicable, applied.
- (e) The Department of State's Attorneys and Sheriffs shall notify the Office of the State Treasurer of changes in a deputy sheriff's eligibility for Group G within 30 days of the change in eligibility, pursuant to 3 V.S.A. § 455(11)(F)(ii)(II).
- (f) Nothing in this section shall be read to extend postretirement health or other insurance benefits to Group G deputy sheriffs who work for county sheriff's departments.

* * * Sheriff Compensation * * *

Sec. 5. LEGISLATIVE INTENT; SHERIFF COMPENSATION

It is the intent of the General Assembly that a sheriff's compensation shall correlate with the sheriff's level of law enforcement officer certification to properly reflect a sheriff's capability to perform the various duties required to effectively and efficiently manage a law enforcement agency that is the office of sheriff.

Sec. 6. 32 V.S.A. § 1182 is amended to read:

§ 1182. SHERIFFS

- (a) The sheriffs of all counties except Chittenden shall be entitled to receive salaries in the amount of \$94,085.00 \$104,010.00 as of July 3, 2022 July 14, 2024 and \$97,754.00 \$109,627.00 as of July 2, 2023 July 13, 2025. The Sheriff of Chittenden County shall be entitled to an annual salary in the amount of \$99,566.00 \$110,070.00 as of July 3, 2022 July 14, 2024 and \$103,449.00 \$116,014.00 as of July 2, 2023 July 13, 2025.
- (b) Compensation under subsection (a) of this section shall be reduced by 10 percent for any sheriff who has <u>Level II but</u> not obtained Level III law enforcement officer certification under 20 V.S.A. § 2358.
- (c) Compensation under subsection (a) of this section shall be reduced by 20 percent for any sheriff who has Level I but not obtained Level II law enforcement officer certification under 20 V.S.A. § 2358.

(d) Compensation under subsection (a) of this section shall be reduced by 30 percent for any sheriff who does not possess a law enforcement officer certification under 20 V.S.A. § 2358.

* * * State's Attorneys' Offices Operations Report * * *

- Sec. 7. STATE'S ATTORNEYS' OFFICES OPERATIONS REPORT

 On or before January 15, 2025, the Department of State's Attorney and

 Sheriffs shall report to the House Committee on Government Operations and

 Military Affairs and the Senate Committee on Government Operations with:
- (1) an analysis of current funding sources and procedures for compensating State's Attorneys as well as maintaining State's Attorneys' offices' operations, including existing or needed procedures for reducing compensation for State's Attorneys who have their attorney license temporarily suspended or terminated;
- (2) an analysis of State's Attorneys' duties and the average proportions of time spent on duties requiring an attorney license versus duties not requiring an attorney license; and
- (3) recommendations for levels of compensation reduction for State's

 Attorneys who have their attorney license temporarily suspended or terminated
 so that the compensation better reflects the individual's capability to perform
 the various duties required to effectively and efficiently manage a law office
 that is the office of State's Attorney.

Sec. 8. EFFECTIVE DATE

This act shall take effect on July 1, 2024.

Date Governor signed bill: May 30, 2024