1	H.585
2	Introduced by Representatives Mrowicki of Putney and Noyes of Wolcott
3	Referred to Committee on
4	Date:
5	Subject: Executive; Vermont State Employees' Retirement System; county
6	sheriff pension plan
7	Statement of purpose of bill as introduced: This bill proposes to offer sheriffs
8	and qualified deputy sheriffs an opportunity to join Group G of the Vermont
9	State Employees' Retirement System.
10 11	An act relating to amending the pension system for sheriffs and certain deputy sheriffs
12	It is hereby enacted by the General Assembly of the State of Vermont:
13	Sec. 1. 3 V.S.A. § 455 is amended to read:
14	§ 455. DEFINITIONS
15	(a) As used in this subchapter:
16	* * *
17	(11) "Member" means any employee included in the membership of the
18	Retirement System under section 457 of this title.
19	* * *
20	(F) "Group G member" means:

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1	(i) the following employees who are first employed in the
2	positions listed in this subdivision (F) on or after July 1, 2023, or who are
3	members of the System as of June 30, 2022 and make an irrevocable election
4	to prospectively join Group G on or before June 30, 2023, pursuant to the
5	terms set by the Board: facility employees of the Department of Corrections,
6	as Department of Corrections employees who provide direct security and
7	treatment services to offenders under supervision in the community, as
8	employees of a facility for justice-involved youth, or as and employees of the
9	Vermont State Psychiatric Care Hospital employees or as employees of its
10	successor in interest, who provide direct patient care; and
11	(ii) the following employees who are first employed in the
12	positions listed in this subdivision (F) on or after January 1, 2025, or who are
13	members of the System as of December 31, 2024 and make an irrevocable
14	election to join Group G on or before December 31, 2024, pursuant to the
15	terms set by the Board:
16	(I) all sheriffs; and
17	(II) deputy sheriffs who:
18	(aa) are employed by county sheriff's departments
19	that participate in the Vermont Employees' Retirement System;

1	(bb) have attained Level II or Level III law
2	enforcement officer certification from the Vermont Criminal Justice
3	Council; and
4	(cc) are required to perform law enforcement duties
5	as the primary function of their employment.
6	* * *
7	(13) "Normal retirement date" means:
8	* * *
9	(E) with respect to a Group G member:
10	(i) for facility employees of the Department of Corrections,
11	Department of Corrections employees who provide direct security and
12	treatment services to offenders under supervision in the community, employees
13	of a facility for justice-involved youth, or employees of the Vermont State
14	Psychiatric Care Hospital or its predecessor or successor in interest, who
15	provide direct patient care, who were first included in the membership of the
16	System on or before June 30, 2008, who were employed as of June 30, 2022,
17	and who made an irrevocable election to prospectively join Group G on or
18	before July 1, 2023, pursuant to the terms set by the Board, the first day of the
19	calendar month next following the earlier of:
20	(I) 62 years of age and following completion of five years of
21	creditable service;

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1	(II) completion of 30 years of creditable service; or
2	(III) 55 years of age and following completion of 20 years of
3	creditable service; <del>or</del>
4	(ii) for facility employees of the Department of Corrections,
5	Department of Corrections employees who provide direct security and
6	treatment services to offenders under supervision in the community, as
7	employees of a facility for justice-involved youth, or employees of the
8	Vermont State Psychiatric Care Hospital or its predecessor or successor in
9	interest, who provide direct patient care, who were first included in the
10	membership of the System on or after July 1, 2008, who were employed as of
11	June 30, 2022, and who made an irrevocable election to prospectively join
12	Group G on or before July 1, 2023, pursuant to the terms set by the Board, the
13	first day of the calendar month next following the earlier of:
14	(I) 65 years of age and following completion of five years of
15	creditable service;
16	(II) attainment of 87 points reflecting a combination of the age
17	of the member and number of years of service; or
18	(III) 55 years of age and following completion of 20 years of
19	creditable service; <del>or</del>
20	(iii) for facility employees of the Department of Corrections,
21	Department of Corrections employees who provide direct security and

1	treatment services to offenders under supervision in the community, employees
2	of a facility for justice-involved youth, or employees of the Vermont State
3	Psychiatric Care Hospital or its predecessor or successor in interest, who
4	provide direct patient care, who first become a Group G member on or after
5	July 1, 2023, the first day of the calendar month next following the earlier of:
6	(I) attainment of 55 years of age and following completion of
7	20 years of creditable service; or
8	(II) 65 years of age and following completion of five years of
9	creditable service <del>.</del>
10	(iv) for all sheriffs and those deputy sheriffs who meet the
11	requirements pursuant to subdivision (11)(F)(ii) of this subsection (a), who
12	were first included in the membership of the System on or before June 30,
13	2008, who were employed as of December 31, 2024, and who made an
14	irrevocable election to prospectively join Group G on or before January 1,
15	2025, pursuant to the terms set by the Board, the first day of the calendar
16	month next following the earlier of:
17	(I) 62 years of age and following completion of five years of
18	creditable service;
19	(II) completion of 30 years of creditable service; or
20	(III) 55 years of age and following completion of 20 years of
21	creditable service;

1	(v) for all sheriffs and those deputy sheriffs who meet the
2	requirements pursuant to subdivision (11)(F)(ii) of this subsection (a), who
3	were first included in the membership of the System on or after July 1, 2008,
4	who were employed as of December 31, 2024, and who made an irrevocable
5	election to prospectively join Group G on or before January 1, 2025, pursuant
6	to the terms set by the Board, the first day of the calendar month next
7	following the earlier of:
8	(I) 65 years of age and following completion of five years of
9	creditable service;
10	(II) attainment of 87 points reflecting a combination of the age
11	of the member and number of years of service; or
12	(III) 55 years of age and following completion of 20 years of
13	creditable service; or
14	(vi) for all sheriffs and those deputy sheriffs who meet the
15	requirements pursuant to subdivision (11)(F)(ii) of this subsection (a), who
16	first become a Group G member after January 1, 2025, the first day of the
17	calendar month next following the earlier of:
18	(I) attainment of 55 years of age and following completion of
19	20 years of creditable service; or
20	(II) 65 years of age and following completion of five years of
21	creditable service.

1	* * *
2	Sec. 2. 3 V.S.A. § 459 is amended to read:
3	§ 459. NORMAL AND EARLY RETIREMENT
4	* * *
5	(b) Normal retirement allowance.
6	* * *
7	(6)(A) Upon normal retirement pursuant to subdivisions
8	455(a)(13)(E)(i) and, (iii), (iv), and (vi) of this chapter, a Group G member
9	shall receive a normal retirement allowance equal to two and one-half of a
10	percent of the member's average final compensation times years of
11	membership service in Group G. The maximum retirement allowance shall be
12	50 percent of average final compensation.
13	(B) Upon normal retirement pursuant to subdivision subdivisions
14	455(a)(13)(E)(ii) and (v) of this chapter, a Group G member shall receive a
15	normal retirement allowance equal to two and one-half of a percent of the
16	member's average final compensation times years of membership service in
17	Group G. The maximum retirement allowance shall be 60 percent of average
18	final compensation.
19	* * *
20	(d) Early retirement allowance.
21	* * *

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1	(4)(A) Upon early retirement, a Group G member who was previously a
2	Group F member first included in the membership of the System on or before
3	June 30, 2008, and who elected to transfer into Group G on July 1, 2023
4	pursuant to the terms set by the Board, shall receive an early retirement
5	allowance that shall be equal to the normal retirement allowance reduced by
6	the lesser of (i) one-half of one percent for each month equal to the difference
7	between the 240 months and the member's months of creditable service, or (ii)
8	an amount that shall be the actuarial equivalent of the normal retirement
9	allowance computed under subsection (b) of this section.
10	(B) Upon early retirement, a Group G member who was previously a
11	Group F member first included in the membership of the System on or after
12	July 1, 2008, and who elected to transfer into Group G on July 1, 2023
13	pursuant to the terms set by the Board, shall receive an early retirement
14	allowance that shall be equal to the normal retirement allowance reduced by
15	the lesser of (i) five-ninths of one percent for each month equal to the
16	difference between the 240 months and the member's months of creditable
17	service, or (ii) an amount that shall be the actuarial equivalent of the normal
18	retirement allowance computed under subsection (b) of this section.
10	* * *

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\* \* \*

1 Sec. 3. 3 V.S.A. § 489 is amended to read: 2 § 489. BENEFITS 3 Persons who become members of the Vermont State Retirement System 4 under this subchapter and on behalf of whom contributions are paid as 5 provided in this subchapter shall be entitled to benefits under the Vermont 6 State Retirement System as though they were employees of the State of 7 Vermont. These employees shall be considered "Group F members" as 8 defined in subdivision 455(a)(11)(E) of this title, except that: 9 (1) elected municipal employees shall not be subject to mandatory 10 retirement requirements; and 11 (2) sheriffs and those deputy sheriffs who meet the requirements 12 pursuant to subdivision 455(a)(11)(F)(ii)(II) of this chapter shall be considered 13 members of Group G. 14 Sec. 4. ONE-TIME IRREVOCABLE ELECTION FOR SHERIFFS AND 15 CERTAIN DEPUTY SHERIFFS 16 (a) On or before September 1, 2024, the Department of Human Resources, 17 in consultation with the Office of the State Treasurer, shall establish a list of 18 positions newly eligible for Group G of the Vermont State Employees' 19 Retirement System, which shall be limited to the following: 20 (1) all sheriffs; and 21 (2) deputy sheriffs who:

1	(A) are employed by county sheriff's departments that
2	participate in the Vermont Employees' Retirement System;
3	(B) have attained Level II or Level III law enforcement
4	officer certification from the Vermont Criminal Justice Council; and
5	(C) are required to perform law enforcement duties as the
6	primary function of their employment.
7	(b) In establishing any new deputy sheriff position on and after January 1,
8	2025, the Department of State's Attorneys and Sheriffs, in consultation with
9	sheriff's departments, shall identify that position as eligible for either Group C
10	membership or Group G membership pursuant to the criteria as set forth in
11	subsection (a) of this section.
12	(c)(1) A sheriff or deputy sheriff who qualifies for Group G membership
13	shall have a one-time option to transfer to Group G on or before December 1,
14	2024. For a sheriff or deputy sheriff who qualifies for Group G membership
15	who is first employed on or after December 1, 2024, election to join Group G
16	under this subsection shall be made as soon as possible but shall be within 30
17	days from the employee's date of hire.
18	(2) Election to join the Group G plan under this subsection shall be
19	irrevocable.
20	(d) The effective date of participation in a new group plan for those
21	employees covered under this section and who elect to transfer to Group G

- 1 <u>shall be January 1, 2025. All past service accrued through the date of transfer</u>
- 2 <u>shall be calculated based upon the plan in which it was accrued, with all</u>
- 3 provisions and penalties, if applicable, applied.
- 4 (e) Nothing in this section shall be read to extend postretirement health or
- 5 <u>other insurance benefits to Group G members who work for county sheriff's</u>
- 6 <u>departments.</u>
- 7 Sec. 5. EFFECTIVE DATE
- 8 <u>This act shall take effect on July 1, 2024.</u>