SECOND REGULAR SESSION

SENATE BILL NO. 830

93RD GENERAL ASSEMBLY

INTRODUCED BY SENATORS RIDGEWAY, SHIELDS, CALLAHAN AND WHEELER.

Read 1st time January 10, 2006, and ordered printed.

TERRY L. SPIELER, Secretary.

4123S.01I

AN ACT

To repeal sections 86.1110 and 86.1500, RSMo, and to enact in lieu thereof two new sections relating to police military leave.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 86.1110 and 86.1500, RSMo, are repealed and two new 2 sections enacted in lieu thereof, to be known as sections 86.1110 and 86.1500, to

3 read as follows:

86.1110. 1. Whenever a member is given a leave of absence for military service and returns to employment after discharge from the service, such member shall be entitled to creditable service for the years of employment prior to the leave of absence.

 $\mathbf{5}$ 2. Any member who served on active duty in the armed forces of the United States and who became a member, or returned to membership, after 6 7 discharge under honorable conditions, may elect prior to retirement to purchase creditable service equivalent to such service in the armed forces, not to exceed 8 9 two years, provided the member is not receiving and is not eligible to receive retirement credits or benefits from any other public or private retirement plan for 10 11 the service to be purchased, other than a United States military service retirement system or United States Social Security benefits attributable to such 1213military service, and an affidavit so stating is filed by the member with the retirement system. A member electing to make such purchase shall pay to the 14 15retirement system an amount equal to the actuarial value of the additional benefits attributable to the additional service credit to be purchased, as of the 1617date the member elects to make such purchase. The retirement system shall 18 determine such value using accepted actuarial methods and the same 19 assumptions with respect to interest rates, mortality, future salary increases, and 20all related factors used in performing the most recent regular actuarial valuation 21of the retirement system. Payment in full of the amount due from a member electing to purchase creditable service under this subsection shall be made over 2223a period not to exceed five years, measured from the date of election, or prior to the commencement date for payment of benefits to the member from the 2425retirement system, whichever is earlier, including interest on unpaid balances compounded annually at the interest rate assumed from time to time for actuarial 26valuations of the retirement system. If payment in full including interest is not 2728made within the prescribed period, any partial payments made by the member shall be refunded, and no creditable service attributable to such election, or as a 29result of any such partial payments, shall be allowed; provided that if a benefit 30commencement date occurs because of the death or disability of a member who 31has made an election under this subsection and if the member is current in 3233 payments under an approved installment plan at the time of the death or disability, such election shall be valid if the member, the surviving spouse, or 34other person entitled to benefit payments pays the entire balance of the 35remaining amount due, including interest to the date of such payment, within 36sixty days after the member's death or disability. The time of a disability shall 37be deemed to be the time when such member is retired by the board of police 3839commissioners for reason of disability as provided in sections 86.900 to 86.1280.

403. Notwithstanding any other provision of sections 86.900 to 86.1280, a member who is on leave of absence for military service 41 during any portion of which leave the United States is in a state of 42declared war, or a compulsory draft is in effect for any of the military 43branches of the United States, or any units of the military reserves of 44 the United States, including the National Guard, are mobilized for 45combat military operations, and who becomes entitled to reemployment 46 rights and other employment benefits under Title 38, Chapter 43 of the 47U.S. Code relating to employment and reemployment rights of members 48of the uniformed service by meeting the requirements for such rights 49and benefits under section 4312 of said chapter, or the corresponding 50provisions of any subsequent applicable U.S. statute, shall be entitled 51to service credit for the time spent in such military service for all 52purposes of sections 86.900 to 86.1280 and such member shall not be 53required to pay any member contributions for such time. If it becomes 54necessary for the years of such service to be included in the calculation 55

56 of such member's compensation for any purpose, such member shall be 57 deemed to have received the same compensation throughout such 58 period of service as the member's base annual salary immediately prior 59 to the commencement of such leave of absence.

86.1500. 1. Whenever a member is given a leave of absence for military service and returns to employment after discharge from the service, such member shall be entitled to creditable service for the years of employment prior to the leave of absence.

 $\mathbf{5}$ 2. Any member who served on active duty in the armed forces of the 6 United States and who became a member, or returned to membership, after discharge under honorable conditions, may elect prior to retirement to purchase 7 8 creditable service equivalent to such service in the armed forces, not to exceed 9 two years, provided the member is not receiving and is not eligible to receive retirement credits or benefits from any other public or private retirement plan for 10 11 the service to be purchased, other than a United States military service retirement system or United States Social Security benefits attributable to such 1213military service, and an affidavit so stating is filed by the member with the retirement system. A member electing to make such purchase shall pay to the 1415retirement system an amount equal to the actuarial value of the additional benefits attributable to the additional service credit to be purchased, as of the 1617date the member elects to make such purchase. The retirement system shall 18determine such value using accepted actuarial methods and the same assumptions with respect to interest rates, mortality, future salary increases, and 1920all related factors used in performing the most recent regular actuarial valuation 21of the retirement system. Payment in full of the amount due from a member electing to purchase creditable service under this subsection shall be made over 2223a period not to exceed five years, measured from the date of election, or prior to the commencement date for payment of benefits to the member from the 24retirement system, whichever is earlier, including interest on unpaid balances 25compounded annually at the interest rate assumed from time to time for actuarial 26valuations of the retirement system. If payment in full including interest is not 2728made within the prescribed period, any partial payments made by the member 29shall be refunded, and no creditable service attributable to such election, or as a 30 result of any such partial payments, shall be allowed; provided that if a benefit 31commencement date occurs because of the death or disability of a member who has made an election under this subsection and if the member is current in 32

payments under an approved installment plan at the time of the death or disability, such election shall be valid if the member, the surviving spouse or other person entitled to benefit payments pays the entire balance of the remaining amount due, including interest to the date of such payment, within sixty days after the member's death or disability. The time of a disability shall be deemed to be the time when such member is determined by the retirement board to be totally and permanently disabled as provided in section 86.1560.

3. Notwithstanding any other provision of sections 86.900 to 4086.1280, a member who is on leave of absence for military service 41during any portion of which leave the United States is in a state of 42declared war, or a compulsory draft is in effect for any of the military 4344 branches of the United States, or any units of the military reserves of 45the United States, including the National Guard, are mobilized for 46 combat military operations, and who becomes entitled to reemployment rights and other employment benefits under Title 38, Chapter 43 of the 47U.S. Code relating to employment and reemployment rights of members 48of the uniformed service by meeting the requirements for such rights 49and benefits under section 4312 of said chapter, or the corresponding 50provisions of any subsequent applicable U.S. statute, shall be entitled 51to service credit for the time spent in such military service for all 52purposes of sections 86.900 to 86.1280 and such member shall not be 53required to pay any member contributions for such time. If it becomes 54necessary for the years of such service to be included in the calculation 55of such member's compensation for any purpose, such member shall be 56deemed to have received the same compensation throughout such 57period of service as the member's base annual salary immediately prior 58to the commencement of such leave of absence. 59

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