Washington State House of Representatives Office of Program Research

BILL ANALYSIS

Appropriations Committee

HB 1923

Brief Description: Authorizing membership in the Washington public safety employees' retirement system for employees at city and county corrections departments, public corrections entities, the department of corrections, and the department of social and health services who provide direct care to, or ensure the custody and safety of, offender and patient populations.

Sponsors: Representatives Ormsby, Sullivan, Hayes, Pollet, Blake, Hope, Orcutt, Alexander, Moscoso, Bergquist, Santos and Freeman.

Brief Summary of Bill

- Provides membership in the Public Safety Employees' Retirement System (PSERS)
 for employees of the Washington State Department of Social and Health Services
 (DSHS) that provide direct care, custody, or safety in state institutions including the
 Juvenile Rehabilitation Administration, the Mental Health hospitals, the Child Study
 and Treatment Center, the Special Commitment Center, and residential sites serving
 developmentally disabled patients or offenders.
- Provides membership in PSERS to state, city, and county corrections personnel whose primary responsibility is to provide direct care, or ensure the custody and safety of offender and patient populations.
- Adds the DSHS as an eligible PSERS employer.
- Permits members of the Public Employees' Retirement System (PERS) Plan 2 or Plan 3 made newly eligible for PSERS to choose between remaining in PERS or transferring to PSERS for periods of future service.

Hearing Date: 2/26/13

Staff: David Pringle (786-7310).

Background:

This analysis was prepared by non-partisan legislative staff for the use of legislative members in their deliberations. This analysis is not a part of the legislation nor does it constitute a statement of legislative intent.

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The Public Safety Employees' Retirement System (PSERS) was created in 2004 and opened to members on July 1, 2006. The PSERS provides retirement benefits for state and local government employees who work in positions with law enforcement duties but are not eligible for membership in the Law Enforcement Officers' and Fire Fighters' Retirement System. Members of the PSERS with at least 20 years of service will be eligible for full retirement benefits from age 60, five years earlier than the regular retirement age in Public Employees' Retirement System Plans 2 and 3. Members of PSERS with 20 years of service may also early retire beginning at age 53 with a 3 percent reduction in benefits per year of early retirement.

Membership in the PSERS is restricted by an individual's employer and by specific job criteria. The PSERS employers are defined as the Department of Corrections, the Department of Natural Resources, the Parks and Recreation Commission, the Gambling Commission, the State Patrol, the Liquor Control Board, county corrections departments, and the corrections departments of municipalities not classified as First Class cities, and employers employing statewide elective officials.

Summary of Bill:

Employees of the Washington State Department of Social and Health Services state that provide direct care, custody, or safety in state institutions including the Juvenile Rehabilitation Administration, the Mental Health hospitals, the Child Study and Treatment Center, the Special Commitment Center, and Residential sites serving Developmentally disabled patients or offenders are eligible for membership in the Public Safety Employees' Retirement System (PSERS) beginning January 1, 2014.

In addition to corrections officers, membership in PSERS is provided to other state, city, and county corrections personnel whose primary responsibility is to provide direct care, or ensure the custody and safety of offender and patient populations.

Members of the Public Employees' Retirement System (PERS) Plan 2 or Plan 3 made newly eligible for PSERS to choose between remaining in PERS or transferring to PSERS for periods of future service. The choice to transfer to PSERS must be made during an election period between January 1, 2014 and March 1, 2014. Membership in PSERS for transferring PERS members is prospective, and past service credit remains in PERS, making a members' eventual retirement calculated under the dual membership rules.

Appropriation: None.

Fiscal Note: Requested on February 22, 2013.

Effective Date: The bill takes effect 90 days after adjournment of the session in which the bill is passed.