

1 ENGROSSED HOUSE  
2 BILL NO. 1163

By: Vaughan and McDaniel of the  
House

3 and

4 Simpson of the Senate  
5

6  
7 An Act relating to the Oklahoma Law Enforcement  
8 Retirement System; amending 47 O.S. 2011, Section 2-  
9 305, as last amended by Section 1, Chapter 318,  
10 O.S.L. 2013 (47 O.S. Supp. 2016, Section 2-305),  
11 which relates to retirement benefits; modifying  
12 provision related to computation of retirement  
13 benefit; modifying requirements related to disability  
14 applications; prohibiting disability benefits after  
15 specific period of time; and declaring an emergency.

16 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

17 SECTION 1. AMENDATORY 47 O.S. 2011, Section 2-305, as  
18 last amended by Section 1, Chapter 318, O.S.L. 2013 (47 O.S. Supp.  
19 2016, Section 2-305), is amended to read as follows:

20 Section 2-305. A. Except as otherwise provided in this title,  
21 at any time after attaining normal retirement date, any member of  
22 the Oklahoma Law Enforcement Retirement System upon application for  
23 unreduced retirement benefits made and approved, may retire, and,  
24 during the remainder of the member's lifetime, receive annual  
retirement pay, payable in equal monthly payments, equal to two and  
one-half percent (2 1/2%) of the final average salary times years of

1 credited service. If such retired member is reemployed by a state  
2 agency in a position which is not covered by the System, such  
3 retired member shall continue to receive in-service distributions  
4 from the System. Prior to September 19, 2002, if such retired  
5 member was reemployed by a state agency in a position which is  
6 covered by the System, such member shall continue to receive in-  
7 service distributions from the System and shall not accrue any  
8 further credited service. If such a member is reemployed by a state  
9 agency in a position which is covered by the System on or after  
10 September 19, 2002, such member's monthly retirement payments shall  
11 be suspended until such member retires and is not reemployed by a  
12 state agency in a position which is covered by the System.

13 B. Beginning July 1, 1994, members who retired or were eligible  
14 to retire prior to July 1, 1980, or their surviving spouses shall  
15 receive annual retirement pay, payable in equal monthly payments,  
16 equal to the greater of their current retirement pay, or two and  
17 one-half percent (2 1/2%) of the actual paid gross salary being  
18 currently paid to a highway patrol officer, at the time each such  
19 monthly retirement payment is made, multiplied by the retired  
20 member's years of credited service.

21 C. Except as otherwise provided by this subsection, members of  
22 the System whose salary is set by statute who have retired after  
23 completion of the mandatory twenty (20) years of service, and those  
24 members with statutory salaries who retire after reaching the

1 mandatory twenty-year retirement, shall receive an annual retirement  
2 pay, payable in equal monthly installments, based upon the greater  
3 of either:

4 1. The top base ~~pay~~ salary currently paid to ~~an active member~~  
5 the highest nonsupervisory position in the participating agency, at  
6 the time each such monthly retirement payment is made, multiplied by  
7 two and one-half percent (2 1/2%) multiplied by the number of years  
8 of credited service and fraction thereof for the following  
9 positions:

- 10 a. Oklahoma Highway Patrolman,
- 11 b. Communications Dispatcher,
- 12 c. Capitol Patrolman,
- 13 d. Lake Patrolman, and
- 14 e. Oklahoma State Bureau of Investigation - Special Agent  
15 or Criminalist; or

16 2. The member's final average salary as set forth in paragraph  
17 9 of Section 2-300 of this title, multiplied by two and one-half  
18 percent (2 1/2%), and multiplied by the number of years of credited  
19 service and fraction thereof.

20 No member of the System retired prior to July 1, 2002, shall  
21 receive a benefit less than the amount the member is receiving as of  
22 June 30, 2002.

23  
24

1 The provisions of paragraph 1 of this subsection shall not be  
2 applicable to any member whose first participating service with the  
3 System occurs on or after November 1, 2012.

4 D. Other members of the System whose retirement benefit is not  
5 otherwise prescribed by this section who have retired after  
6 completion of the mandatory twenty (20) years of service, and those  
7 members who retire after reaching the mandatory twenty-year  
8 retirement, shall receive an annual retirement pay, payable in equal  
9 monthly payments, based upon the greater of either:

10 1. The actual average salary currently paid to the highest  
11 nonsupervisory position in the participating agency, at the time  
12 each such monthly payment is made, multiplied by two and one-half  
13 percent (2 1/2%), multiplied by the number of years of credited  
14 service and fraction thereof for the following positions:

- 15 a. Alcoholic Beverage Laws Enforcement Commission - ABLE  
16 Commission Agent III,
  - 17 b. Oklahoma State Bureau of Narcotics and Dangerous Drugs  
18 Control - Narcotics Agent III,
  - 19 c. Oklahoma Tourism and Recreation Department - Park  
20 Ranger II,
  - 21 d. State Board of Pharmacy - Pharmacy Inspector,
  - 22 e. University of Oklahoma - Police Officer, and
  - 23 f. Oklahoma State University - Police Officer; or
- 24

1        2. The other member's final average salary as set forth in  
2 paragraph 9 of Section 2-300 of this title, multiplied by two and  
3 one-half percent (2 1/2%), multiplied by the number of years of  
4 credited service and fraction thereof.

5        No member of the System retired prior to July 1, 2002, shall  
6 receive a benefit less than the amount the member is receiving as of  
7 June 30, 2002. The participating employer must certify to the  
8 System in writing the actual average gross salary currently paid to  
9 the highest nonsupervisory position. The Board of Trustees shall  
10 promulgate such rules as are necessary to implement the provisions  
11 of this section.

12        The provisions of paragraph 1 of this subsection shall not be  
13 applicable to any member whose first participating service with the  
14 System occurs on or after the effective date of this act.

15        E. A member who meets the definition of disability as defined  
16 in paragraph 11 of Section 2-300 of this title by direct reason of  
17 the performance of the member's duties as an officer shall receive a  
18 monthly benefit equal to the greater of fifty percent (50%) of final  
19 average salary or two and one-half percent (2 1/2%) of final average  
20 salary multiplied by the number of years of the member's credited  
21 service. If such member participates in the Oklahoma Law  
22 Enforcement Deferred Option Plan pursuant to Section 2-305.2 of this  
23 title, then such member's disability pension provided pursuant to  
24

1 this subsection shall be reduced to account for such member's  
2 participation in the Oklahoma Law Enforcement Deferred Option Plan.

3 F. A member who meets the definition of disability as defined  
4 in paragraph 11 of Section 2-300 of this title and whose disability  
5 is by means of personal and traumatic injury of a catastrophic  
6 nature and in the line of duty, shall receive a monthly benefit  
7 equal to:

8 1. Two and one-half percent (2 1/2%);

9 2. Multiplied by:

10 a. twenty (20) years of service, regardless of the actual  
11 number of years of credited service performed by the  
12 member prior to the date of disability, if the member  
13 had performed less than twenty (20) years of service,  
14 or

15 b. the actual number of years of service performed by the  
16 member if the member had performed twenty (20) or more  
17 years of service;

18 3. Multiplied by a final average salary equal to:

19 a. the salary which the member would have received  
20 pursuant to statutory salary schedules in effect upon  
21 the date of the disability for twenty (20) years of  
22 service prior to disability. The final average salary  
23 for a member who performed less than twenty (20) years  
24 of service prior to disability shall be computed

1           assuming that the member was paid the highest salary  
2           allowable pursuant to the law in effect at the time of  
3           the member's disability based upon twenty (20) years  
4           of service and with an assumption that the member was  
5           eligible for any and all increases in pay based upon  
6           rank during the entire period. If the salary of a  
7           member is not prescribed by a specific salary schedule  
8           upon the date of the member's disability, the final  
9           average salary for the member shall be computed by the  
10          member's actual final average salary or the highest  
11          median salary amount for a member whose salary was  
12          prescribed by a specific salary schedule upon the date  
13          of the member's disability, whichever final average  
14          salary amount would be greater, or

- 15           b. the actual final average salary of the member if the  
16           member had performed twenty (20) or more years of  
17           service prior to disability.

18           If such member participates in the Oklahoma Law Enforcement  
19          Deferred Option Plan pursuant to Section 2-305.2 of this title, such  
20          member's disability pension provided pursuant to this subsection  
21          shall be adjusted as provided in Section 2-305.2 of this title to  
22          account for such member's participation in the Oklahoma Law  
23          Enforcement Deferred Option Plan.

1 G. A member who meets the definition of disability as defined  
2 in Section 2-300 of this title and whose disability occurred prior  
3 to the member's normal retirement date but after completing three  
4 (3) years of vesting service and not by reason of the performance of  
5 the member's duties or as a result of the member's willful  
6 negligence shall receive a monthly benefit equal to two and one-half  
7 percent (2 1/2%) of final average salary multiplied by the number of  
8 years of the member's credited service.

9 H. Payment of a disability pension shall commence as of the  
10 first day of the month coinciding or next following the date of  
11 retirement and shall continue as long as the member meets the  
12 definition of total and permanent disability provided in this  
13 section.

14 I. For the purpose of determining the member's disability under  
15 subsection E, F or G of this section, the member shall be required  
16 by the Board to be examined by a minimum of two recognized  
17 physicians selected by the Board to determine the extent of the  
18 member's injury or illness. The examining physicians shall furnish  
19 the Board a detailed written report of the injury or illness of the  
20 examined member establishing the extent of disability and the  
21 possibilities of the disabled member being returned to his or her  
22 regular duties or an alternate occupation or service covered by the  
23 System after a normal recuperation period. The Board shall require  
24 all retired disabled members who have not attained their normal

1 retirement date to submit to a physical examination once each year  
2 for a minimum of three (3) years following retirement. The Board  
3 shall select a minimum of two physicians to examine the retired  
4 members and pay for their services from the fund. Any retired  
5 disabled member found no longer disabled by the examining physicians  
6 to perform the occupation of the member or an alternate occupation  
7 or service covered by the System shall be required to return to duty  
8 and complete twenty (20) years of service as provided in subsection  
9 A of this section, or forfeit all his or her rights and claims under  
10 Section 2-300 et seq. of this title.

11 J. The disability benefit under this section shall be for the  
12 lifetime of the member unless such member is found no longer  
13 disabled pursuant to subsection I of this section. Such member  
14 shall not be entitled to the retirement benefit pursuant to  
15 subsection A of this section unless such member returns to active  
16 duty and is eligible for a retirement benefit as provided in  
17 subsection A of this section.

18 K. At the postoffer, preemployment physical examination  
19 required under paragraph 6 of Section 2-300 of this title, the  
20 physician selected by the Board shall determine the extent to which  
21 a new member is disabled. If a member is determined to be partially  
22 disabled, the physician shall assign a percentage of disability to  
23 such partial disability. If such member then becomes entitled to a  
24 disability benefit under either subsection E or subsection G of this

1 section, the benefit payable shall be reduced by the percentage  
2 which such member was determined to be disabled at the postoffer,  
3 preemployment physical unless the Board makes a determination that  
4 the initially determined percentage of disability at the  
5 preemployment physical examination is unrelated to the reason for  
6 the disability currently sought pursuant to subsection E or  
7 subsection G of this section. Upon employment, the member shall  
8 disclose to the Board any disability payments received from any  
9 source. The amount of disability to be paid to any member cannot  
10 exceed one hundred percent (100%) disability from all sources. The  
11 provisions of this subsection shall apply only to members whose  
12 effective date of membership is on or after July 1, 2000.

13 L. In addition to the pension provided for under subsection F  
14 of this section, if said member has one or more children under the  
15 age of eighteen (18) years or under the age of twenty-two (22) years  
16 if the child is enrolled full time in and is regularly attending a  
17 public or private school or any institution of higher education,  
18 Four Hundred Dollars (\$400.00) a month shall be paid from said Fund  
19 for the support of each surviving child to the member or person  
20 having the care and custody of such children until each child  
21 reaches the age of eighteen (18) years or reaches the age of twenty-  
22 two (22) years if the child is enrolled full time in and is  
23 regularly attending a public or private school or any institution of  
24 higher education.

1 M. Notwithstanding any other provisions in Section 2-300  
2 through 2-315 of this title, in order to be eligible to receive  
3 disability benefits, a member who meets the definition of disability  
4 as defined in paragraph 11 of Section 2-300 of this title shall file  
5 the member's completed application for disability benefits with the  
6 System before such member's date of termination from service and  
7 provide such additional information that the System's rules require  
8 within six (6) months of the System's receipt of such application.  
9 If the member's completed application for disability benefits is not  
10 filed with the System before the member's date of termination from  
11 service or such additional information as is required under the  
12 System's rules is not provided within six (6) months of the System's  
13 receipt of such application, such member shall be eligible only for  
14 such other benefits as are available to members of the System and  
15 shall not be eligible to receive any disability benefits. For good  
16 cause shown, the Board of Trustees may waive the requirement that  
17 the disability application be filed before the member's date of  
18 termination from service. In no event shall a member be eligible to  
19 receive any disability benefit if the member's completed application  
20 is filed more than six (6) months after the member's date of  
21 termination from service.

22 N. If the requirements of Section 2-305.1C of this title are  
23 satisfied, a member who, by reason of disability or attainment of  
24 normal retirement date or age, is separated from service as a public

