## CERTIFICATION OF ENROLLMENT

## ENGROSSED SENATE BILL 5873

Chapter 120, Laws of 2016

64th Legislature 2016 Regular Session

LEOFF PLAN 1 RETIREES--SURVIVOR BENEFIT OPTION

EFFECTIVE DATE: 6/9/2016

Passed by the Senate February 5, 2016 CERTIFICATE Yeas 49 Nays 0 I, Hunter G. Goodman, Secretary of Senate of the State of BRAD OWEN Washington, do hereby certify that the attached is **ENGROSSED SENATE** President of the Senate BILL 5873 as passed by Senate and the House of Representatives on the dates hereon set forth. Passed by the House March 3, 2016 Yeas 85 Nays 11 HUNTER G. GOODMAN Secretary FRANK CHOPP Speaker of the House of Representatives Approved March 31, 2016 11:36 AM FILED April 1, 2016

JAY INSLEE

Governor of the State of Washington

Secretary of State

State of Washington

## ENGROSSED SENATE BILL 5873

Passed Legislature - 2016 Regular Session

State of Washington 64th Legislature 2015 Regular Session

By Senators Conway, Bailey, Schoesler, and Kohl-Welles
Read first time 02/06/15. Referred to Committee on Ways & Means.

AN ACT Relating to permitting persons retired from the law enforcement officers' and firefighters' retirement system plan 1 to select a survivor benefit option; and amending RCW 41.26.164.

- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 41.26.164 and 2005 c 67 s 1 are each amended to read 6 as follows:
- (1) No later than July 1, 2005, the department shall adopt rules to allow a member who meets the criteria set forth in subsection (2) of this section to choose an actuarially equivalent benefit that pays the member a reduced retirement allowance and upon death, such portion of the member's reduced retirement allowance as the department by rule designates shall be continued throughout the life
- of a spouse ineligible for survivor benefits under RCW 41.26.160 or 41.26.161.
- 15 (2) To choose an actuarially equivalent benefit according to 16 subsection (1) of this section, a member shall:
- 17 (a) Have a portion of the retirement allowance payable to the 18 retiree that is not subject to periodic payments pursuant to a 19 property division obligation as provided for in RCW 41.50.670; and
- 20 (b) Choose an actuarially reduced benefit equivalent to that 21 portion not subject to periodic payments under (a) of this subsection

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1 during a one-year period beginning one year after the date of 2 marriage to the survivor benefit-ineligible spouse.

- (3)(a) A member who married a spouse ineligible for survivor benefits under RCW 41.26.160 or 41.26.161 prior to the effective date of the rules adopted under this section and satisfies subsection (2)(a) of this section has one year to designate their spouse as a survivor beneficiary following the adoption of the rules.
- (b) A member who married a spouse ineligible for survivor benefits under RCW 41.26.160 or 41.26.161, has been married to that spouse for at least two years prior to September 1, 2015, and satisfies subsection (2)(a) of this section has one year from September 1, 2015, to designate their spouse as a survivor beneficiary. The office of the state actuary must provide the department with administrative factors to ensure that the benefits provided under this section are actuarially equivalent.
- (c) A deceased member's spouse who was eligible to be provided a survivor benefit under RCW 41.26.164(1) but the member did not select a survivor benefit, and who prior to March 1, 2015, exhausted all administrative remedies with the department for establishing eligibility for a benefit under RCW 41.26.164, is eligible beginning August 1, 2015, for a retirement allowance equal to two-thirds of the gross monthly retirement allowance the retired member received at the time of death.
- (4) No benefit provided to a child survivor beneficiary under RCW 41.26.160 or 41.26.161 is affected or reduced by the member's selection of the actuarially reduced spousal survivor benefit provided by this section.
- (5)(a) Any member who chose to receive a reduced retirement allowance under subsection (1) of this section is entitled to receive a retirement allowance adjusted in accordance with (b) of this subsection if:
- (i) The retiree's survivor spouse designated in subsection (1) of this section predeceases the retiree; and
- 34 (ii) The retiree provides to the department proper proof of the 35 designated beneficiary's death.
- 36 (b) The retirement allowance payable to the retiree from the 37 beginning of the month following the date of the beneficiary's death 38 shall be increased by the following:
- 39 (i) One hundred percent multiplied by the result of (b)(ii) of 40 this subsection converted to a percent;

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1 (ii) Subtract one from the reciprocal of the appropriate joint 2 and survivor option factor.

Passed by the Senate February 5, 2016. Passed by the House March 3, 2016. Approved by the Governor March 31, 2016. Filed in Office of Secretary of State April 1, 2016.