# WEST VIRGINIA LEGISLATURE

# **2023 REGULAR SESSION**

**Committee Substitute** 

# for

# Senate Bill 450

By Senators Nelson and Hunt

[Originating in the Committee on Pensions; reported

on February 3, 2023]

1	A BILL to amend and reenact §5-10-2 of the Code of West Virginia, 1931, as amended; to amend
2	and reenact §7-14D-2, §7-14D-14, and §7-14D-15; to amend and reenact §8-22A-2; to
3	amend and reenact §15-2A-2 and §15-2A-9; to amend and reenact §16-5V-2; to amend
4	and reenact §18-7A-3 and §18-7A-25; and to amend and reenact §20-18-2, §20-18-21,
5	and §20-18-22, all relating to disability retirement medical examinations of the West
6	Virginia Public Employees Retirement System, the Deputy Sheriffs' Retirement System,
7	the Municipal Police and Firefighters Retirement System, the State Police Retirement
8	System, the Emergency Medical Services Retirement System, the Teachers Retirement
9	System, and the Natural Resources Police Officers Retirement System; defining "medical
10	examination"; and providing that board approval of disability awards and benefits be based
11	on a medical examination.

Be it enacted by the Legislature of West Virginia:

# CHAPTER 5. GENERAL POWERS AND AUTHORITY OF THE GOVERNOR, SECRETARY OF STATE AND ATTORNEY GENERAL; BOARD OF PUBLIC WORKS; MISCELLANEOUS AGENCIES, COMMISSIONS, OFFICES, PROGRAMS, ETC.

## ARTICLE 10. WEST VIRGINIA PUBLIC EMPLOYEES RETIREMENT ACT.

## §5-10-2.

#### Definitions.

1 Unless a different meaning is clearly indicated by the context, the following words and 2 phrases as used in this article have the following meanings:

- 3 (1) "Accumulated contributions" means the sum of all amounts deducted from the
  4 compensations of a member and credited to his or her individual account in the members' deposit
  5 fund, together with regular interest on the contributions;
- 6 (2) "Accumulated net benefit" means the aggregate amount of all benefits paid to or on

7 behalf of a retired member;

8 (3) "Actuarial equivalent" means a benefit of equal value computed upon the basis of a 9 mortality table and regular interest adopted by the board of trustees from time to time: *Provided*, 10 That when used in the context of compliance with the federal maximum benefit requirements of 11 Section 415 of the Internal Revenue Code, actuarial equivalent shall be computed using the 12 mortality tables and interest rates required to comply with those requirements;

(4) "Annuity" means an annual amount payable by the retirement system throughout the
life of a person. All annuities shall be paid in equal monthly installments, rounding to the upper cent
for any fraction of a cent;

(5) "Annuity reserve" means the present value of all payments to be made to a retirant or
beneficiary of a retirant on account of any annuity, computed upon the basis of mortality and other
tables of experience, and regular interest, adopted by the board of trustees from time to time;

(6) "Beneficiary" means any person which shall include an irrevocable special needs trust,
as that term is defined in this section, for the benefit of one individual beneficiary and which trust
terminates upon the death of such individual with no further annuity benefits being payable, except
a retirant, who is entitled to, or will be entitled to, an annuity or other benefit payable by the
retirement system;

24 (7) "Board of Trustees" or "board" means the Board of Trustees of the West Virginia
25 Consolidated Public Retirement Board;

(8) "Compensation" means the remuneration paid a member by a participating public
employer for personal services rendered by the member to the participating public employer. In the
event a member's remuneration is not all paid in money, his or her participating public employer
shall fix the value of the portion of the remuneration which is not paid in money: Provided <u>Provided</u>,
That members hired in a position for the first time on or after July 1, 2014, who receive
nonmonetary remuneration shall not have nonmonetary remuneration included in compensation
for retirement purposes and nonmonetary remuneration may not be used in calculating a

33 member's final average salary. Any lump sum or other payments paid to members that do not 34 constitute regular salary or wage payments are not considered compensation for the purpose of 35 withholding contributions for the system or for the purpose of calculating a member's final average 36 salary. These payments include, but are not limited to, attendance or performance bonuses, one-37 time flat fee or lump sum payments, payments paid as a result of excess budget, or employee 38 recognition payments. The board shall have final power to decide whether the payments shall be 39 considered compensation for purposes of this article;

40 (9) "Contributing service" means service rendered by a member within this state and for
41 which the member made contributions to a public retirement system account of this state, to the
42 extent credited him or her as provided by this article;

43 (10) "Credited service" means the sum of a member's prior service credit, military service
44 credit, workers' compensation service credit, and contributing service credit standing to his or her
45 credit as provided in this article;

46 (11) "Employee" means any person who serves regularly as an officer or employee, full 47 time full-time, on a salary basis, whose tenure is not restricted as to temporary or provisional 48 appointment, in the service of, and whose compensation is payable, in whole or in part, by any 49 political subdivision, or an officer or employee whose compensation is calculated on a daily basis 50 and paid monthly or on completion of assignment, including technicians and other personnel 51 employed by the West Virginia National Guard whose compensation, in whole or in part, is paid by 52 the federal government: Provided, That an employee of the Legislature whose term of 53 employment is otherwise classified as temporary and who is employed to perform services 54 required by the Legislature for its regular sessions or during the interim between regular sessions 55 and who has been or is employed during regular sessions or during the interim between regular 56 sessions in seven or more consecutive calendar years, as certified by the clerk of the house in 57 which the employee served, is an employee, any provision to the contrary in this article 58 notwithstanding, and is entitled to credited service in accordance with provisions of §5-10-14 of

59 this code: *Provided, however*, That members of the legislative body of any political subdivision and commissioners of the West Virginia Claims Commission are employees receiving one year of 60 61 service credit for each one-year term served and prorated service credit for any partial term 62 served, anything contained in this article to the contrary notwithstanding: Provided further, That 63 only a compensated board member of a participating public employer appointed to a board of a 64 nonlegislative body for the first time on or after July 1, 2014, who normally is required to work 12 65 months per year and 1,040 hours of service per year is an employee. In any case of doubt as to 66 who is an employee within the meaning of this article, the board of trustees shall decide the 67 question;

(12) "Employer error" means an omission, misrepresentation, or deliberate act in violation
of relevant provisions of the West Virginia Code or of the West Virginia Code of State Regulations
or the relevant provisions of both the West Virginia Code and of the West Virginia Code of State
Regulations by the participating public employer that has resulted in an underpayment or
overpayment of contributions required;

(13) "Final average salary" means either of the following: *Provided*, That salaries for
determining benefits during any determination period may not exceed the maximum
compensation allowed as adjusted for cost of living in accordance with §5-10D-7 of this code and
Section 401 (a) (17) of the Internal Revenue Code: *Provided, however*, That the provisions of §510-22h of this code are not applicable to the amendments made to this subdivision during the 2011
regular session of the Legislature;

(A) The average of the highest annual compensation received by a member, including a member of the Legislature who participates in the retirement system in the year 1971 or thereafter, during any period of three consecutive years of credited service contained within the member's 15 years of credited service immediately preceding the date his or her employment with a participating public employer last terminated: *Provided*, That for persons who were first hired on or after July 1, 2015, any period of five consecutive years of contributing service contained within the

85 member's 15 years of credited service immediately preceding the date his or her employment with
86 a participating public employer last terminated; or

87 (B) If the member has less than five years of credited service, the average of the annual 88 rate of compensation received by the member during his or her total years of credited service; and 89 in determining the annual compensation, under either paragraph (A) or (B) of this subdivision, of a 90 member of the Legislature who participates in the retirement system as a member of the 91 Legislature in the year 1971, or in any year thereafter, his or her actual legislative compensation 92 (the total of all compensation paid under §4-2A-2, §4-2A-3, §4-2A-4, and §4-2A-5 of this code), in 93 the year 1971, or in any year thereafter, plus any other compensation he or she receives in any 94 year from any other participating public employer including the State of West Virginia, without any 95 multiple in excess of one times his or her actual legislative compensation and other compensation, 96 shall be used: *Provided*, That final average salary for any former member of the Legislature or for 97 any member of the Legislature in the year 1971 who, in either event, was a member of the 98 Legislature on November 30, 1968, or November 30, 1969, or November 30, 1970, or on 99 November 30 in any one or more of those three years and who participated in the retirement 100 system as a member of the Legislature in any one or more of those years means: (i) Either, 101 notwithstanding the provisions of this subdivision preceding this proviso, \$1,500 multiplied by 102 eight, plus the highest other compensation the former member or member received in any one of 103 the three years from any other participating public employer including the State of West Virginia; or 104 (ii) final average salary determined in accordance with paragraph (A) or (B) of this subdivision, 105 whichever computation produces the higher final average salary, and in determining the annual 106 compensation under subparagraph (ii) of this paragraph, the legislative compensation of the 107 former member shall be computed on the basis of \$1,500 multiplied by eight, and the legislative 108 compensation of the member shall be computed on the basis set forth in the provisions of this 109 subdivision immediately preceding this paragraph or on the basis of \$1,500 multiplied by eight. 110 whichever computation as to the member produces the higher annual compensation;

(14) "Internal Revenue Code" means the Internal Revenue Code of 1986, as amended,
codified at Title 26 of the United States Code;

(15) "Limited credited service" means service by employees of the West Virginia
Educational Broadcasting Authority, in the employment of West Virginia University, during a period
when the employee made contributions to another retirement system, as required by West Virginia
University, and did not make contributions to the Public Employees Retirement System: *Provided*,
That while limited credited service can be used for the formula set forth in §5-10-21(e) of this code,
it may not be used to increase benefits calculated under §5-10-22 of this code;

(16) <u>"Medical examination" means an in-person or virtual examination of a member's</u>
physical or mental health, or both, by a physician or physicians selected or approved by the board;
or, at the discretion of the board, a medical record review of the member's physical or mental
health, or both, by a physician selected or approved by the board.

123 (<u>17</u>) "Member" means any person who has accumulated contributions standing to his or
 124 her credit in the members' deposit fund;

(17) (18) "Participating public employer" means the State of West Virginia, any board,
 commission, department, institution, or spending unit, and includes any agency created by rule of
 the Supreme Court of Appeals having full-time employees, which for the purposes of this article is
 considered a department of state government; and any political subdivision in the state which has
 elected to cover its employees, as defined in this article, under the West Virginia Public Employees
 Retirement System;

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(18) (19) "Plan year" means the same as referenced in §5-10-42 of this code;

132 (19) (20) "Political subdivision" means the State of West Virginia, a county, city or town in 133 the state; a school corporation or corporate unit; any separate corporation or instrumentality 134 established by one or more counties, cities or towns, as permitted by law; any corporation or 135 instrumentality supported in most part by counties, cities or towns; and any public corporation 136 charged by law with the performance of a governmental function and whose jurisdiction is

137 coextensive with one or more counties, cities or towns: *Provided*, That any mental health agency 138 participating in the Public Employees Retirement System before July 1, 1997, is considered a 139 political subdivision solely for the purpose of permitting those employees who are members of the 140 Public Employees Retirement System to remain members and continue to participate in the 141 retirement system at their option after July 1, 1997: Provided, however, That the Regional 142 Community Policing Institute which participated in the Public Employees Retirement System 143 before July 1, 2000, is considered a political subdivision solely for the purpose of permitting those 144 employees who are members of the Public Employees Retirement System to remain members 145 and continue to participate in the Public Employees Retirement System after July 1, 2000;

146 (20) (21) "Prior service" means service rendered prior to July 1, 1961, to the extent credited
 147 a member as provided in this article;

148 (21) (22) "Regular interest" means the rate or rates of interest per annum, compounded
 149 annually, as the board of trustees adopts from time to time;

(22) (23) "Required beginning date" means April 1 of the calendar year following the later
of: (A) The calendar year in which the member attains age 70.5 (if born before July 1, 1949) or age
72 (if born after June 30, 1949); or (B) the calendar year in which a member ceases providing
service covered under this retirement system to a participating employer;

(23) (24) "Retirant" means any member who commences an annuity payable by the
 retirement system;

(24) (25) "Retirement" means a member's withdrawal from the employ of a participating
 public employer and the commencement of an annuity by the retirement system;

(25) (26) "Retirement system" or "system" means the West Virginia Public Employees
 Retirement System created and established by this article;

(26) (27) "Retroactive service" means: (1) Service between July 1, 1961, and the date an
employer decides to become a participating member of the Public Employees Retirement System;
(2) service prior to July 1, 1961, for which the employee is not entitled to prior service at no cost in

accordance with 162 CSR 5.12; and (3) service of any member of a legislative body or employees
 of the State Legislature whose term of employment is otherwise classified as temporary for which

the employee is eligible, but for which the employee did not elect to participate at that time;

166 (27) (28) "Service" means personal service rendered to a participating public employer by
 167 an employee of a participating public employer;

168 (28) (29) "Special needs trust" means a trust established pursuant to §44D-8B-13 of this 169 code for an individual beneficiary with a disability and such special needs trust is or will become 170 irrevocable by the time the retirant names the special needs trust as the beneficiary of retirant's 171 annuity benefits in place of the individual beneficiary and terminates upon the death of the 172 individual beneficiary with no further annuity benefits being payable; and

173 (29) (30) "State" means the State of West Virginia.

## CHAPTER 7. COUNTY COMMISSIONS AND OFFICERS.

# ARTICLE 14. DEPUTY SHERIFF RETIREMENT SYSTEM ACT. §7-14D-2. Definitions.

As used in this article, unless a federal law or regulation or the context clearly requires a
 different meaning:

(a) "Accrued benefit" means on behalf of any member two and one-quarter percent of the
member's final average salary multiplied by the member's years of credited service: *Provided*,
That members who are retired on or retire after July 1, 2018, shall have an accrued benefit of two
and one-half percent of the member's final average salary multiplied by the member's years of
credited service. A member's accrued benefit may not exceed the limits of Section 415 of the
Internal Revenue Code and is subject to the provisions of §7-14D-9a of this code.

9 (b) "Accumulated contributions" means the sum of all amounts deducted from the 10 compensation of a member, or paid on his or her behalf pursuant to §5-10C-1 *et seq*. of this code, 11 either pursuant to §7-14D-7 of this code or §5-10-29 of this code as a result of covered

12 employment together with regular interest on the deducted amounts.

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(c) "Active member" means a member who is active and contributing to the plan.

(d) "Active military duty" means full-time active duty with any branch of the armed forces of
the United States, including service with the National Guard or reserve military forces when the
member has been called to active full-time duty and has received no compensation during the
period of that duty from any board or employer other than the armed forces.

(e) "Actuarial equivalent" means a benefit of equal value computed upon the basis of the mortality table and interest rates as set and adopted by the retirement board in accordance with the provisions of this article: *Provided*, That when used in the context of compliance with the federal maximum benefit requirements of Section 415 of the Internal Revenue Code, "actuarial equivalent" shall be computed using the mortality tables and interest rates required to comply with those requirements.

24 (f) "Annual compensation" means the wages paid to the member during covered 25 employment within the meaning of Section 3401(a) of the Internal Revenue Code, but determined 26 without regard to any rules that limit the remuneration included in wages based upon the nature or 27 location of employment or services performed during the plan year plus amounts excluded under Section 414(h)(2) of the Internal Revenue Code and less reimbursements or other expense 28 29 allowances, cash, or noncash fringe benefits or both, deferred compensation, and welfare 30 benefits. Annual compensation for determining benefits during any determination period may not 31 exceed the maximum compensation allowed as adjusted for cost of living in accordance with §5-32 10D-7 of this code and Section 401(a)(17) of the Internal Revenue Code.

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(g) "Annual leave service" means accrued annual leave.

(h) "Annuity starting date" means the first day of the first calendar month following receipt
 of the retirement application by the board or the required beginning date, if earlier: *Provided*, That
 the member has ceased covered employment and reached early or normal retirement age.

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(i) "Base salary" means a member's cash compensation exclusive of overtime from

covered employment during the last 12 months of employment. Until a member has worked 12
months, annualized base salary is used as base salary.

40 (j) "Beneficiary" means a natural person who is entitled to, or will be entitled to, an annuity41 or other benefit payable by the plan.

42 (k) "Board" means the Consolidated Public Retirement Board created pursuant to §5-10D43 1 *et seq*. of this code.

44 (I) "County commission" has the meaning ascribed to it in §7-1-1 of this code.

45 (m) "Covered employment" means either: (1) Employment as a deputy sheriff and the 46 active performance of the duties required of a deputy sheriff; (2) the period of time which active 47 duties are not performed but disability benefits are received under §7-14D-14 or §7-14D-15 of this 48 code; or (3) concurrent employment by a deputy sheriff in a job or jobs in addition to his or her 49 employment as a deputy sheriff where the secondary employment requires the deputy sheriff to be 50 a member of another retirement system which is administered by the Consolidated Public 51 Retirement Board pursuant to §5-10D-1 et seq. of this code: Provided, That the deputy sheriff 52 contributes to the fund created in §7-14D-6 of this code the amount specified as the deputy 53 sheriff's contribution in §7-14D-7 of this code.

(n) "Credited service" means the sum of a member's years of service, active military duty,
disability service, unused annual leave service, and unused sick leave service.

56 (o) "Deputy sheriff" means an individual employed as a county law-enforcement deputy
57 sheriff in this state and as defined by §7-14-2 of this code.

- 58 (p) "Dependent child" means either:
- 59 (1) An unmarried person under age 18 who is:

60 (A) A natural child of the member;

61 (B) A legally adopted child of the member;

62 (C) A child who at the time of the member's death was living with the member while the 63 member was an adopting parent during any period of probation; or

64 (D) A stepchild of the member residing in the member's household at the time of the 65 member's death; or

66 (2) Any unmarried child under age 23:

67 (A) Who is enrolled as a full-time student in an accredited college or university;

68 (B) Who was claimed as a dependent by the member for federal income tax purposes at

69 the time of the member's death; and

(C) Whose relationship with the member is described in subparagraph (A), (B), or (C),
paragraph (1) of this subdivision.

(q) "Dependent parent" means the father or mother of the member who was claimed as a
dependent by the member for federal income tax purposes at the time of the member's death.

(r) "Disability service" means service credit received by a member, expressed in whole
years, fractions thereof or both, equal to one half of the whole years, fractions thereof, or both,
during which time a member receives disability benefits under §7-14D-14 or §7-14D-15 of this
code.

(s) "Early retirement age" means age 40 or over and completion of 20 years of service.

(t) "Employer error" means an omission, misrepresentation, or deliberate act in violation of relevant provisions of the West Virginia Code or of the West Virginia Code of State Rules or the relevant provisions of both the West Virginia Code and of the West Virginia Code of State Rules by the participating public employer that has resulted in an underpayment or overpayment of contributions required.

84 (u) "Effective date" means July 1, 1998.

(v) "Final average salary" means the average of the highest annual compensation received
for covered employment by the member during any five consecutive plan years within the
member's last 10 years of service. If the member did not have annual compensation for the five full
plan years preceding the member's attainment of normal retirement age and during that period.
the member received disability benefits under §7-14D-14 or §7-14D-15 of this code, then "final

average salary" means the average of the full monthly salary determined paid to the memberduring that period multiplied by 12.

92 (w) "Fund" means the West Virginia Deputy Sheriff Retirement Fund created pursuant to
93 §7-14D-6 of this code.

94 (x) "Hour of service" means:

95 (1) Each hour for which a member is paid or entitled to payment for covered employment
96 during which time active duties are performed. These hours shall be credited to the member for the
97 plan year in which the duties are performed; and

(2) Each hour for which a member is paid or entitled to payment for covered employment
during a plan year but where no duties are performed due to vacation, holiday, illness, incapacity
including disability, layoff, jury duty, military duty, leave of absence, or any combination thereof,
and without regard to whether the employment relationship has terminated. Hours under this
paragraph shall be calculated and credited pursuant to West Virginia Division of Labor rules. A
member will not be credited with any hours of service for any period of time he or she is receiving
benefits under §7-14D-14 or §7-14D-15 of this code; and

(3) Each hour for which back pay is either awarded or agreed to be paid by the employing county commission, irrespective of mitigation of damages. The same hours of service shall not be credited both under this paragraph and paragraph (1) or (2) of this subdivision. Hours under this paragraph shall be credited to the member for the plan year or years to which the award or agreement pertains rather than the plan year in which the award, agreement, or payment is made.

(y) <u>"Medical examination" means an in-person or virtual examination of a member's</u>
 physical or mental health, or both, by a physician or physicians selected or approved by the board;
 or, at the discretion of the board, a medical record review of the member's physical or mental

113 <u>health, or both, by a physician selected or approved by the board.</u>

(z) "Member" means a person first hired as a deputy sheriff after the effective date of this
 article, as defined in subdivision (u) of this section, or a deputy sheriff first hired prior to the

effective date and who elects to become a member pursuant to §7-14D-5 or §7-14D-17 of this
code. A member shall remain a member until the benefits to which he or she is entitled under this
article are paid or forfeited or until cessation of membership pursuant to §7-14D-5 of this code.

(z) (aa) "Monthly salary" means the portion of a member's annual compensation which is
 paid to him or her per month.

121 (aa) (bb) "Normal form" means a monthly annuity which is one-twelfth of the amount of the 122 member's accrued benefit which is payable for the member's life. If the member dies before the 123 sum of the payments he or she receives equals his or her accumulated contributions on the 124 annuity starting date, the named beneficiary shall receive in one lump sum the difference between 125 the accumulated contributions at the annuity starting date and the total of the retirement income 126 payments made to the member.

(bb) (cc) "Normal retirement age" means the first to occur of the following: (1) Attainment of age 50 years and the completion of 20 or more years of service; (2) while still in covered employment, attainment of at least age 50 years, and when the sum of current age plus years of service equals or exceeds 70 years; (3) while still in covered employment, attainment of at least age 60 years, and completion of five years of service; or (4) attainment of age 62 years and completion of five or more years of service.

133 (cc) (dd) "Partially disabled" means a member's inability to engage in the duties of deputy 134 sheriff by reason of any medically determinable physical or mental impairment that can be 135 expected to result in death or that has lasted or can be expected to last for a continuous period of 136 not less than 12 months. A member may be determined partially disabled for the purposes of this 137 article and maintain the ability to engage in other gainful employment which exists within the state, 138 but which ability would not enable him or her to earn an amount at least equal to two thirds of the 139 average annual compensation earned by all active members of this plan during the plan year 140 ending as of the most recent June 30, as of which plan data has been assembled and used for the 141 actuarial valuation of the plan.

(dd) (ee) "Public Employees Retirement System" means the West Virginia Public
 Employees Retirement System created by §5-10-1 *et seq*. of this code.

(ee) (<u>ff</u>) "Plan" means the West Virginia Deputy Sheriff Death, Disability, and Retirement
 Plan established by this article.

(ff) (gg) "Plan year" means the 12-month period commencing on July 1 of any designated
 year and ending the following June 30.

148 (gg) (hh) "Qualified public safety employee" means any employee of a participating state or 149 political subdivision who provides police protection, fire-fighting services, or emergency medical 150 services for any area within the jurisdiction of the state or political subdivision, or such other 151 meaning given to the term by section Section 72(t)(10)(B) of the Internal Revenue Code or by 152 Treasury Regulation §1.401(a)-1(b)(2)(v) as they may be amended from time to time.

(hh) (ii) "Regular interest" means the rate or rates of interest per annum, compounded
 annually, as the board adopts in accordance with the provisions of this article.

(ii) (jj) "Required beginning date" means April 1 of the calendar year following the later of:
(i) The calendar year in which the member attains age 70.5 (if born before July 1, 1949) or age 72
(if born after June 30,1949); or (ii) the calendar year in which he or she retires or otherwise
separates from covered employment.

(jj) (kk) "Retire" or "retirement" means a member's withdrawal from the employ of a
 participating public employer and the commencement of an annuity by the plan.

161 (kk) (II) "Retirement income payments" means the annual retirement income payments
 162 payable under the plan.

(II) (mm) "Spouse" means the person to whom the member is legally married on the
 annuity starting date.

165 (mm) (nn) "Surviving spouse" means the person to whom the member was legally married
 166 at the time of the member's death and who survived the member.

167 (nn) (oo) "Totally disabled" means a member's inability to engage in substantial gainful

activity by reason of any medically determined physical or mental impairment that can be expected
to result in death or that has lasted or can be expected to last for a continuous period of not less
than 12 months. For purposes of this subdivision:

(1) A member is totally disabled only if his or her physical or mental impairment or impairments are so severe that he or she is not only unable to perform his or her previous work as a deputy sheriff but also cannot, considering his or her age, education and work experience, engage in any other kind of substantial gainful employment which exists in the state regardless of whether: (A) The work exists in the immediate area in which the member lives; (B) a specific job vacancy exists; or (C) the member would be hired if he or she applied for work.

(2) "Physical or mental impairment" is an impairment that results from an anatomical,
physiological, or psychological abnormality that is demonstrated by medically accepted clinical
and laboratory diagnostic techniques. A member's receipt of Social Security disability benefits
creates a rebuttable presumption that the member is totally disabled for purposes of this plan.
Substantial gainful employment rebuts the presumption of total disability.

(oo) (pp) Year of service. — A member shall, except in his or her first and last years of
 covered employment, be credited with year of service credit based upon the hours of service
 performed as covered employment and credited to the member during the plan year based upon
 the following schedule:

- 186 Hours of Service Years of Service Credited
- 187
   Less than 500
   0

   188
   500 to 999
   1/3
- 189 1,000 to 1,499 2/3

190 1,500 or more 1

During a member's first and last years of covered employment, the member shall be credited with one-twelfth of a year of service for each month during the plan year in which the member is credited with an hour of service. A member is not entitled to credit for years of service

for any time period during which he or she received disability payments under §7-14D-14 or §7-14D-15 of this code. Except as specifically excluded, years of service include covered employment prior to the effective date. Years of service which are credited to a member prior to his or her receipt of accumulated contributions upon termination of employment pursuant to §7-14D-13 or §5-10-30 of this code, shall be disregarded for all purposes under this plan unless the member repays the accumulated contributions with interest pursuant to §7-14D-13 of this code or had prior to the effective date made the repayment pursuant to §5-10-18 of this code.

§7-14D-14. Awards and benefits for disability – duty related.
(a) Any member who after the effective date of this article and during covered employment:
(1) Has been or becomes either totally or partially disabled by injury, illness, or disease;
and

4 (2) The disability is a result of an occupational risk or hazard inherent in or peculiar to the
5 services required of members; or

6 (3) The disability was incurred while performing law-enforcement functions during either
7 scheduled work hours or at any other time; and

8 (4) In the opinion of the board <u>based on a medical examination</u>, the member is by reason of 9 the disability unable to perform adequately the duties required of a deputy sheriff, is entitled to 10 receive and shall be paid from the fund in monthly installments the compensation under either 11 subsection (b) or (c) of this section.

(b) If the member is totally disabled, the member shall receive 90 percent of his or her
average full monthly compensation for the 12-month contributory period preceding the member's
disability award, or the shorter period if the member has not worked 12 months. Any member
retired under this subsection, or under §7-14D-17 of this code, on or before July 1, 2020, shall
have his or her monthly benefit payment increased by \$400.

(c) If the member is partially disabled, the member shall receive 45 percent of his or her
average full monthly compensation for the 12-month contributory period preceding the member's

19 disability award, or the shorter period if the member has not worked 12 months.

20 (d) If the member remains partially disabled until attaining 60 years of age, the member
21 shall then receive the retirement benefit provided in §7-14D-11 and §7-14D-12 of this code.

(e) The disability benefit payments will begin the first day of the month following termination
 of employment and receipt of the disability retirement application by the Consolidated Public
 Retirement Board.

§7-14D-15. Same Due to other causes. 1 (a) Any member who after the effective date of this article and during covered employment: 2 (1) Has been or becomes totally or partially disabled from any cause other than those set forth in 3 §7-14D-14 of this code and not due to vicious habits, intemperance or willful misconduct on his or 4 her part; and (2) in the opinion of the board based on a medical examination, he or she is by 5 reason of the disability unable to perform adequately the duties required of a deputy sheriff, is 6 entitled to receive and shall be paid from the fund in monthly installments the compensation set 7 forth in either subsection (b) or (c) of this section.

8 (b) If the member is totally disabled, he or she shall receive sixty-six <u>66</u> and two-thirds
9 percent of his or her average full monthly compensation for the 12-month contributory period
10 preceding the disability award, or the shorter period, if the member has not worked 12 months.

(c) If the member is partially disabled, he or she shall receive thirty-three <u>33</u> and one-third
percent of his or her average full monthly compensation for the 12-month contributory period
preceding the disability award, or the shorter period, if the member has not worked 12 months.

(d) If the member remains disabled until attaining sixty <u>60</u> years of age, then the member
shall receive the retirement benefit provided in §7-14D-11 and §7-14D-12 of this code.

(e) The board shall propose legislative rules for promulgation in accordance with the
provisions of §29A-3-1 *et seq.* of this code concerning member disability payments so as to ensure
that the payments do not exceed one hundred 100 percent of the average current salary in any
given county for the position last held by the member.

(f) The disability benefit payments will begin the first day of the month following termination
 of employment and receipt of the disability retirement application by the Consolidated Public
 Retirement Board.

## **CHAPTER 8. MUNICIPAL CORPORATIONS.**

# ARTICLE 22A. WEST VIRGINIA MUNICIPAL POLICE OFFICERS AND FIREFIGHTERS RETIREMENT SYSTEM.

#### §8-22A-2.

#### Definitions.

As used in this article, unless a federal law or regulation or the context clearly requires a
 different meaning:

(a) "Accrued benefit" means on behalf of any member 2.75 percent per year of the
member's final average salary for the first 20 years of credited service. Additionally, 2 percent per
year for 21 through 25 years and 1.5 percent per year for each year over 25 years will be credited
with a maximum benefit of 90 percent of a member's final average salary. A member's accrued
benefit may not exceed the limits of Section 415 of the Internal Revenue Code and is subject to the
provisions of §8-22A-10 of this code.

9 (b) "Accumulated contributions" means the sum of all retirement contributions deducted 10 from the compensation of a member, or paid on his or her behalf as a result of covered 11 employment, together with regular interest on the deducted amounts.

(c) "Active military duty" means full-time duty in the active military service of the United States Army, Navy, Air Force, Coast Guard or Marine Corps. The term does not include regularly required training or other duty performed by a member of a reserve component or National Guard unless the member can substantiate that he or she was called into the full-time active military service of the United States and has received no compensation during the period of that duty from any board or employer other than the armed forces.

18

(d) "Actuarial equivalent" means a benefit of equal value computed on the basis of the

19 mortality table and interest rates as set and adopted by the board in accordance with the 20 provisions of this article: *Provided*, That when used in the context of compliance with the federal 21 maximum benefit requirements of Section 415 of the Internal Revenue Code, "actuarial 22 equivalent" shall be computed using the mortality tables and interest rates required to comply with 23 those requirements.

24 (e) "Annual compensation" means the wages paid to the member during covered 25 employment within the meaning of section Section 3401(a) of the Internal Revenue Code, but 26 determined without regard to any rules that limit the remuneration included in wages based on the 27 nature or location of employment or services performed during the plan year plus amounts 28 excluded under Section 414(h)(2) of the Internal Revenue Code and less reimbursements or other 29 expense allowances, cash or noncash fringe benefits, or both, deferred compensation and welfare 30 benefits. Annual compensation for determining benefits during any determination period may not 31 exceed the maximum compensation allowed as adjusted for cost-of-living in accordance with §5-32 10D-7 of this code and Section 401(a) (17) of the Internal Revenue Code.

33 (f) "Annual leave service" means accrued annual leave.

(g) "Annuity starting date" means the first day of the month for which an annuity is payable
after submission of a retirement application or the required beginning date, if earlier. For purposes
of this subsection, if retirement income payments commence after the normal retirement age,
"retirement" means the first day of the month following or coincident with the latter of the last day
the member worked in covered employment or the member's normal retirement age and after
completing proper written application for retirement on an application supplied by the board.

40 (h) "Beneficiary" means a natural person who is entitled to, or will be entitled to, an annuity41 or other benefit payable by the plan.

42

(i) "Board" means the Consolidated Public Retirement Board.

43 (j) "Covered employment" means either: (1) Employment as a full-time municipal police
44 officer or firefighter and the active performance of the duties required of that employment; or (2)

the period of time during which active duties are not performed but disability benefits are received under this article; or (3) concurrent employment by a municipal police officer or firefighter in a job or jobs in addition to his or her employment as a municipal police officer or firefighter in this plan where the secondary employment requires the police officer or firefighter to be a member of another retirement system which is administered by the Consolidated Public Retirement Board pursuant to this code: *Provided*, That the police officer or firefighter contributes to the fund created in this article the amount specified as the member's contribution in §8-22A-8 of this code.

(k) "Credited service" means the sum of a member's years of service, active military duty,
and disability service.

(I) "Dependent child" means either: (1) An unmarried person under age 18 who is: (A) A 54 55 natural child of the member; (B) a legally adopted child of the member; (C) a child who at the time 56 of the member's death was living with the member while the member was an adopting parent 57 during any period of probation; or (D) a stepchild of the member residing in the member's 58 household at the time of the member's death; or (2) Any unmarried child under age 23: (A) Who is 59 enrolled as a full-time student in an accredited college or university; (B) who was claimed as a 60 dependent by the member for federal income tax purposes at the time of the member's death; and (C) whose relationship with the member is described in paragraph (A), (B) or (C), subdivision (1) of 61 62 this subsection.

(m) "Dependent parent" means the father or mother of the member who was claimed as a
dependent by the member for federal income tax purposes at the time of the member's death.

(n) "Disability service" means service credit received by a member, expressed in whole
years, fractions thereof, or both, equal to one half of the whole years, fractions thereof, or both,
during which time a member receives disability benefits under this article.

68 (o) "Effective date" means January 1, 2010.

(p) "Employer error" means an omission, misrepresentation or deliberate act in violation of
 relevant provisions of the West Virginia Code or of the West Virginia Code of State Regulations or

the relevant provisions of both the West Virginia Code and of the West Virginia Code of State
Regulations by the participating public employer that has resulted in an underpayment or
overpayment of contributions required.

74 (q) "Final average salary" means the average of the highest annual compensation received 75 for covered employment by the member during any five consecutive plan years within the 76 member's last 10 years of service while employed, prior to any disability payment. If the member 77 did not have annual compensation for the five full plan years preceding the member's attainment 78 of normal retirement age and during that period the member received disability benefits under this 79 article, then "final average salary" means the average of the monthly compensation which the 80 member was receiving in the plan year prior to the initial disability. "Final average salary" does not 81 include any lump sum payment for unused, accrued leave of any kind or character.

(r) "Full-time employment" means permanent employment of an employee by a
participating municipality in a position which normally requires 12 months per year service and
requires at least 1,040 hours per year service in that position.

(s) "Fund" means the West Virginia Municipal Police Officers and Firefighters Retirement
Fund created by this article.

(t) "Hour of service" means: (1) Each hour for which a member is paid or entitled to 87 88 payment for covered employment during which time active duties are performed. These hours 89 shall be credited to the member for the plan year in which the duties are performed; and (2) each 90 hour for which a member is paid or entitled to payment for covered employment during a plan year 91 but where no duties are performed due to vacation, holiday, illness, incapacity including disability, 92 layoff, jury duty, military duty, leave of absence, or any combination thereof and without regard to 93 whether the employment relationship has terminated. Hours under this subdivision shall be 94 calculated and credited pursuant to West Virginia Division of Labor rules. A member may not be 95 credited with any hours of service for any period of time he or she is receiving benefits under §8-96 22A-17 and §8-22A-18 of this code; and (3) each hour for which back pay is either awarded or

97 agreed to be paid by the employing municipality, irrespective of mitigation of damages. The same 98 hours of service may not be credited both under subdivision (1) or (2) of this subsection and under 99 this subdivision. Hours under this paragraph shall be credited to the member for the plan year or 100 years to which the award or agreement pertains, rather than the plan year in which the award, 101 agreement or payment is made.

- (u) <u>"Medical examination" means an in-person or virtual examination of a member's</u>
  physical or mental health, or both, by a physician or physicians selected or approved by the board;
  or, at the discretion of the board, a medical record review of the member's physical or mental
  health, or both, by a physician selected or approved by the board.
- (v) "Member" means, except as provided in §8-22A-32 and §8-22A-33 of this code, a
   person hired as a municipal police officer or municipal firefighter, as defined in this section, by a
   participating municipal employer on or after January 1, 2010. A member shall remain a member
   until the benefits to which he or she is entitled under this article are paid or forfeited.
- (v) (w) "Monthly salary" means the W-2 reportable compensation received by a member
   during the month.
- 112 (w) (x) "Municipality" has the meaning ascribed to it in this code.

113 (x) (y) (1) "Municipal police officer" means an individual employed as a member of a paid 114 police department by a West Virginia municipality or municipal subdivision which has established 115 and maintains a municipal policemen's pension and relief fund, and who is not a member of, and 116 not eligible for membership in, a municipal policemen's pension and relief fund as provided in §8-117 22-16 of this code: *Provided*. That municipal police officer also means an individual employed as a 118 member of a paid police department by a West Virginia municipality or municipal subdivision which 119 is authorized to elect to participate in the plan pursuant to §8-22A-33 of this code. Paid police 120 department does not mean a department whose employees are paid nominal salaries or wages or 121 are paid only for services actually rendered on an hourly basis.

122

(2) "Municipal firefighter" means an individual employed as a member of a paid fire

123 department by a West Virginia municipality or municipal subdivision which has established and 124 maintains a municipal firemen's pension and relief fund, and who is not a member of, and not 125 eligible for membership in, a municipal firemen's pension and relief fund as provided in §8-22-16 of 126 this code: *Provided*, That municipal firefighter also means an individual employed as a member of 127 a paid fire department by a West Virginia municipality or municipal subdivision which is authorized 128 to elect to participate in the plan pursuant to §8-22A-33 of this code. Paid fire department does not 129 mean a department whose employees are paid nominal salaries or wages or are paid only for 130 services actually rendered on an hourly basis.

(y) (z) "Municipal subdivision" means any separate corporation or instrumentality
 established by one or more municipalities, as permitted by law; and any public corporation
 charged by law with the performance of a governmental function and whose jurisdiction is
 coextensive with one or more municipalities.

(z) (aa) "Normal form" means a monthly annuity which is one twelfth of the amount of the member's accrued benefit which is payable for the member's life. If the member dies before the sum of the payments he or she receives equals his or her accumulated contributions on the annuity starting date, the named beneficiary shall receive in one lump sum the difference between the accumulated contributions at the annuity starting date and the total of the retirement income payments made to the member.

141 (aa) (bb) "Normal retirement age" means the first to occur of the following: (1) Attainment of 142 age 50 years and the completion of 20 or more years of regular contributory service; (2) while still 143 in covered employment, attainment of at least age 50 years and when the sum of current age plus 144 regular contributory service equals or exceeds 70 years; (3) while still in covered employment, 145 attainment of at least age 60 years and completion of 10 years of regular contributory service; or 146 (4) attainment of age 62 years and completion of five or more years of regular contributory service. 147 (bb) (cc) "Plan" means the West Virginia Municipal Police Officers and Firefighters 148 Retirement System established by this article.

(cc) (dd) "Plan year" means the 12-month period commencing on January 1 of any
 designated year and ending the following December 31.

151 (dd) (ee) "Qualified public safety employee" means any employee of a participating state or 152 political subdivision who provides police protection, firefighting services or emergency medical 153 services for any area within the jurisdiction of the state or political subdivision, or such other 154 meaning given to the term by Section 72(t) (10) (B) of the Internal Revenue Code or by Treasury 155 Regulation §1.401(a)-1(b) (2) (v) as they may be amended from time to time.

(ee) (ff) "Regular contributory service" means a member's credited service excluding
 active military duty, disability service and accrued annual and sick leave service.

(ff) (gg) "Regular interest" means the rate or rates of interest per annum, compounded
 annually, as the board adopts in accordance with the provisions of this article.

(gg) (hh) "Required beginning date" means April 1 of the calendar year following the later
of: (1) The calendar year in which the member attains age 70.5 (if born before July 1, 1949) or age
72 (if born after June 30, 1949); or (2) the calendar year in which he or she retires or otherwise
separates from covered employment.

(hh) (ii) "Retirement income payments" means the monthly retirement income payments
 payable.

(ii) (jj) "Spouse" means the person to whom the member is legally married on the annuity
 starting date.

(jj) (kk) "Surviving spouse" means the person to whom the member was legally married at
 the time of the member's death and who survived the member.

170 (kk) (II) "Totally disabled" means a member's inability to engage in substantial gainful 171 activity by reason of any medically determined physical or mental impairment that can be expected 172 to result in death or that has lasted or can be expected to last for a continuous period of not less 173 than 12 months. For purposes of this subsection: (1) A member is totally disabled only if his or her 174 physical or mental impairment or impairments are so severe that he or she is not only unable to

175 perform his or her previous work as a police officer or firefighter but also cannot, considering his or 176 her age, education and work experience, engage in any other kind of substantial gainful 177 employment which exists in the state regardless of whether: (A) The work exists in the immediate 178 area in which the member lives; (B) a specific job vacancy exists; or (C) the member would be 179 hired if he or she applied for work. For purposes of this article, substantial gainful employment is 180 the same definition as used by the United States Social Security Administration; and (2) "Physical 181 or mental impairment" is an impairment that results from an anatomical, physiological or 182 psychological abnormality that is demonstrated by medically accepted clinical and laboratory 183 diagnostic techniques. The board may require submission of a member's annual tax return for 184 purposes of monitoring the earnings limitation.

(II) (mm) "Vested" means eligible for retirement income payments after completion of five
 or more years of regular contributory service.

(mm) (nn) "Year of service" means a member shall, except in his or her first and last years
 of covered employment, be credited with years of service credit based on the hours of service
 performed as covered employment and credited to the member during the plan year based on the
 following schedule:

191 Hours of Service Year of Service Credited

192 Less than 500 0

193 500 to 999 1/3

194 1,000 to 1,499 2/3

195 1,500 or more

During a member's first and last years of covered employment, the member shall be credited with one twelfth <u>one-twelfth</u> of a year of service for each month during the plan year in which the member is credited with an hour of service for which contributions were received by the fund. A member is not entitled to credit for years of service for any time period during which he or she received disability payments under §8-22A-17 and §8-22A-18 of this code.

1

# CHAPTER 15. PUBLIC SAFETY.

### ARTICLE 2A. WEST VIRGINIA STATE POLICE SYSTEM.

#### §15-2A-2. Definitions.

1 As used in this article, unless the context clearly requires a different meaning:

2 (1) "Accumulated contributions" means the sum of all amounts deducted from base salary,
3 together with four percent interest compounded annually.

4 (2) "Active military duty" means full-time active duty with the armed forces of the United
5 States, namely, the United States Air Force, Army, Coast Guard, Marines or Navy; and service
6 with the National Guard or reserve military forces of any of the armed forces when the employee
7 has been called to active full-time duty.

8 (3) "Actuarially equivalent" or "of equal actuarial value" means a benefit of equal value 9 computed upon the basis of the mortality table and interest rates as set and adopted by the 10 retirement board in accordance with the provisions of this article: *Provided*, That when used in the 11 context of compliance with the federal maximum benefit requirements of section Section 415 of 12 the Internal Revenue Code, "actuarially equivalent" shall be computed using the mortality tables 13 and interest rates required to comply with those requirements.

14 (4) "Agency" means the West Virginia State Police.

(5) "Base salary" means compensation paid to an employee without regard to any overtimepay.

17 (6) "Beneficiary" means a surviving spouse or other surviving beneficiary who is entitled to,
18 or will be entitled to, an annuity or other benefit payable by the fund.

19 (7) "Board" means the Consolidated Public Retirement Board created pursuant to §5-10D20 1 *et seq*. of this code.

(8) "Dependent child" means any unmarried child or children born to or adopted by a
member or retirant of the fund who:

23 (A) Is under the age of 18;

(B) After reaching 18 years of age, continues as a full-time student in an accredited high
school, college, university or business or trade school until the child or children reaches the age of
23 years; or

(C) Is financially dependent on the member or retirant by virtue of a permanent mental orphysical disability upon evidence satisfactory to the board.

(9) "Dependent parent" means the member's or retirant's parent or stepparent step-parent
 claimed as a dependent by the member or retirant for federal income tax purposes at the time of
 the member's or retirant's death.

(10) "Employee" means any person regularly employed in the service of the agency as a
law-enforcement officer after March 12, 1994, and who is eligible to participate in the fund.

(11) "Employer error" means an omission, misrepresentation, or deliberate act in violation
of relevant provisions of the West Virginia Code, or of the West Virginia Code of State Regulations,
or the relevant provisions of both the West Virginia Code and of the West Virginia Code of State
Regulations by the participating public employer that has resulted in an underpayment or
overpayment of contributions required.

(12) "Final average salary" means the average of the highest annual compensation received for employment with the agency, including compensation paid for overtime service, received by the employee during any five calendar years within the employee's last 10 years of service: *Provided*, That annual compensation for determining benefits during any determination period may not exceed the maximum compensation allowed as adjusted for cost of living in accordance with §5-10D-7 of this code and Section 401(a)(17) of the Internal Revenue Code.

45 (13) "Fund", "plan", "system" or "retirement system" means the West Virginia State Police
46 Retirement Fund created and established by this article.

47 (14) "Internal Revenue Code" means the Internal Revenue Code of 1986, as amended.

48 (15) "Law-enforcement officer" means an individual employed or otherwise engaged in

either a public or private position which involves the rendition of services relating to enforcement of federal, state or local laws for the protection of public or private safety, including, but not limited to, positions as deputy sheriffs, police officers, marshals, bailiffs, court security officers or any other law-enforcement position which requires certification, but excluding positions held by elected sheriffs or appointed chiefs of police whose duties are purely administrative in nature.

(16) "Medical examination" means an in-person or virtual examination of a member's
physical or mental health, or both, by a physician or physicians selected or approved by the board;
or, at the discretion of the board, a medical record review of the member's physical or mental
health, or both, by a physician selected or approved by the board.

58 (<u>17</u>) "Member" means any person who has contributions standing to his or her credit in the 59 fund and who has not yet entered into retirement status.

(17) (18) "Month of service" means each month for which an employee is paid or entitled to
 payment for at least one hour of service for which contributions were remitted to the fund. These
 months shall be credited to the member for the calendar year in which the duties are performed.

63 (18) (19) "Partially disabled" means an employee's inability, on a probable permanent 64 basis, to perform the essential duties of a law-enforcement officer by reason of any medically 65 determinable physical or mental impairment which has lasted or can be expected to last for a 66 continuous period of not less than 12 months, but which impairment does not preclude the 67 employee from engaging in other types of nonlaw-enforcement employment.

68 (19) (20) "Physical or mental impairment" means an impairment that results from an 69 anatomical, physiological or psychological abnormality that is demonstrated by medically 70 accepted clinical and laboratory diagnostic techniques.

(20) (21) "Plan year" means the 12-month period commencing on July 1 of any designated
 year and ending the following June 30.

73 (21) (22) "Qualified public safety employee" means any employee of a participating state or
 74 political subdivision who provides police protection, fire-fighting services or emergency medical

services for any area within the jurisdiction of the state or political subdivision, or such other meaning given to the term by Section 72(t)(10)(B) of the Internal Revenue Code or by Treasury Regulation (1.401(a)-1(b)(2)(v)) as they may be amended from time to time.

(22) (23) "Required beginning date" means April 1 of the calendar year following the later
of: (A) The calendar year in which the member attains age 70.5 (if born before July 1, 1949) or age
72 (if born after June 30, 1949); or (B) the calendar year in which he or she retires or otherwise
separates from service with the agency.

82 (23) (24) "Retirant" or "retiree" means any member who commences an annuity payable by
 83 the retirement system.

84 (24) (25) "Salary" means the compensation of an employee, excluding any overtime 85 payments.

86 (25) (26) "Surviving spouse" means the person to whom the member or retirant was legally
 87 married at the time of the member's or retirant's death and who survived the member or retirant.

88 (26) (27) "Totally disabled" means an employee's probable permanent inability to engage 89 in substantial gainful activity by reason of any medically determined physical or mental impairment 90 that can be expected to result in death or that has lasted or can be expected to last for a 91 continuous period of not less than 12 months. For purposes of this subdivision, an employee is 92 totally disabled only if his or her physical or mental impairments are so severe that he or she is not 93 only unable to perform his or her previous work as an employee of the agency, but also cannot, 94 considering his or her age, education and work experience, engage in any other kind of substantial 95 gainful employment which exists in the state regardless of whether: (A) The work exists in the 96 immediate area in which the employee lives; (B) a specific job vacancy exists; or (C) the employee 97 would be hired if he or she applied for work.

98 (27) (28) "Years of service" means the months of service acquired by a member while in
 99 active employment with the agency divided by 12. Years of service shall be calculated in years and
 100 fraction of a year from the date of active employment of the member with the agency through the

101 date of termination of employment or retirement from the agency. If a member returns to active 102 employment with the agency following a previous termination of employment with the agency and 103 the member has not received a refund of contributions plus interest for the previous employment 104 under §15-2A-8 of this code, service shall be calculated separately for each period of continuous 105 employment and years of service shall be the total service for all periods of employment. Years of 106 service shall exclude any periods of employment with the agency for which a refund of 107 contributions plus interest has been paid to the member unless the employee repays the previous 108 withdrawal, as provided in \$15-2A-8 of this code, to reinstate the years of service.

§15-2A-9. Awards and benefits for disability - Incurred in performance of duty. 1 (a) Any employee of the agency who has not yet entered retirement status on the basis of 2 age and service and who becomes partially disabled by injury, illness, or disease resulting from 3 any occupational risk or hazard inherent in or peculiar to the services required of employees of the 4 agency or incurred pursuant to or while the employee was engaged in the performance of his or 5 her duties as an employee of the agency shall, if, in the opinion of the board based on a medical 6 examination, he or she is, by reason of that cause, unable to perform adequately the duties 7 required of him or her as an employee of the agency, but is able to engage in other gainful 8 employment in a field other than law enforcement, be retired from active service by the board. The 9 retirant thereafter is entitled to receive annually from the fund in equal monthly installments during 10 his or her lifetime, or until the retirant attains the age of fifty-five 55 or until the disability eligibility 11 sooner terminates, one or the other of two amounts, whichever is greater:

(1) An amount equal to six tenths of the base salary received in the preceding twelve <u>12</u>month employment period: Provided <u>Provided</u>, That if the member had not been employed with
the agency for 12 months prior to the disability, the amount of monthly salary shall be annualized
for the purpose of determining the benefit; or

(2) The sum of \$6,000. The first day of the month following the date in which the retirant
attains age fifty-five <u>55</u>, the retirant shall receive the benefit provided in section six of this article as

18 it would apply to his or her final average salary based on earnings from the agency through the day 19 immediately preceding his or her disability. The recalculation of benefit upon a retirant attaining 20 age fifty-five 55 shall be considered to be a retirement under the provisions of section six of this 21 article for purposes of determining the amount of annual annuity adjustment and for all other 22 purposes of this article: Provided Provided, That a retirant who is partially disabled under this 23 article may not, while in receipt of benefits for partial disability, be employed as a law-enforcement 24 officer: Provided Provided, however, That a retirant on a partial disability under this article may 25 serve as an elected sheriff or appointed chief of police in the state without a loss of disability 26 retirement benefits as long as the elected or appointed position is shown, to the satisfaction of the 27 board, to require the performance of administrative duties and functions only, as opposed to the 28 full range of duties of a law-enforcement officer.

29 (b) If, in the opinion of the board based on a medical examination, any member who has 30 not yet entered retirement status on the basis of age and service, and who becomes physically or 31 mentally disabled by injury, illness, or disease on a probable permanent basis resulting from any 32 occupational risk or hazard inherent in or peculiar to the services required of employees of the 33 agency or incurred pursuant to or while the employee was or is engaged in the performance of his 34 or her duties as an employee of the agency to the extent that the employee is incapacitated ever to 35 engage in any gainful employment, the employee is entitled to receive annually, and there shall be 36 paid from the fund in equal monthly installments during his or her lifetime or until the disability 37 sooner terminates, an amount equal to the base salary received by the employee in the preceding full twelve 12-month employment period. Until a member has worked twelve 12 months, the 38 39 amount of monthly base salary shall be annualized for the purpose of determining the benefit.

40 (c) Disability benefit payments made pursuant to subsection (a) or (b) of this section will
41 begin the first day of the month following board approval and termination of employment or as
42 ordered by a court of competent jurisdiction.

43

(d) The superintendent of the agency may expend moneys from funds appropriated for the

44 agency in payment of medical, surgical, laboratory, x-ray, hospital, ambulance and dental expenses and fees and reasonable costs and expenses incurred in the purchase of artificial limbs 45 46 and other approved appliances which may be reasonably necessary for any retirant who is 47 temporarily, permanently or totally disabled by injury, illness, or disease resulting from any 48 occupational risk or hazard inherent in or peculiar to the service required of employees of the 49 agency or incurred pursuant to or while the employee was or shall be engaged in the performance 50 of duties as an employee of the agency. Whenever the superintendent determines that any 51 disabled retirant is ineligible to receive any of the benefits in this section at public expense, the 52 superintendent shall, at the request of the disabled retirant, refer the matter to the board for 53 hearing and final decision. In no case will the compensation rendered to health care providers for 54 medical and hospital services exceed the then current rate schedule approved by the West 55 Virginia Insurance Commission. Upon termination of employment and receipt of properly executed 56 forms from the agency and the member, the board shall process the member's disability retirement 57 benefit and commence annuity payments as soon as administratively feasible.

# CHAPTER 16. PUBLIC HEALTH.

#### ARTICLE 5V. EMERGENCY MEDICAL SERVICES RETIREMENT SYSTEM ACT.

#### §16-5V-2.

#### Definitions.

As used in this article, unless a federal law or regulation or the context clearly requires a
 different meaning:

(a) "Accrued benefit" means on behalf of any member two and six 10ths six-tenths percent
per year of the member's final average salary for the first 20 years of credited service. Additionally,
two percent per year for 21 through 25 years and one and one-half percent per year for each year
over 25 years will be credited with a maximum benefit of 67 percent. A member's accrued benefit
may not exceed the limits of section Section 415 of the Internal Revenue Code and is subject to
the provisions of §16-5V-12 of this code.

9 (1) The board may, upon the recommendation of the board's actuary, increase the 10 employees' contribution rate to 10 and five-tenths percent should the funding of the plan not reach 11 70 percent funded by July 1, 2012. The board shall decrease the contribution rate to eight and one-12 half percent once the plan funding reaches the 70 percent support objective as of any later 13 actuarial valuation date.

(2) Upon reaching the 75 percent actuarial funded level, as of an actuarial valuation date,
the board shall increase the two and six-tenths percent to two and three-quarter percent for the
first 20 years of credited service. The maximum benefit will also be increased from 67 percent to
90 percent.

(b) "Accumulated contributions" means the sum of all retirement contributions deducted
from the compensation of a member, or paid on his or her behalf as a result of covered
employment, together with regular interest on the deducted amounts.

(c) "Active military duty" means full-time active duty with any branch of the armed forces of
 the United States, including service with the National Guard or reserve military forces when the
 member has been called to active full-time duty and has received no compensation during the
 period of that duty from any board or employer other than the armed forces.

(d) "Actuarial equivalent" means a benefit of equal value computed upon the basis of the
mortality table and interest rates as set and adopted by the board in accordance with the
provisions of this article.

(e) "Annual compensation" means the wages paid to the member during covered employment within the meaning of section Section 3401(a) of the Internal Revenue Code, but determined without regard to any rules that limit the remuneration included in wages based upon the nature or location of employment or services performed during the plan year plus amounts excluded under section Section 414(h)(2) of the Internal Revenue Code and less reimbursements or other expense allowances, cash, or noncash fringe benefits or both, deferred compensation and welfare benefits. Annual compensation for determining benefits during any determination

period may not exceed the maximum compensation allowed as adjusted for cost of living in
accordance with §5-10D-7 of this code and section Section 401(a)(17) of the Internal Revenue
Code.

38 (f) "Annual leave service" means accrued annual leave.

(g) "Annuity starting date" means the first day of the month for which an annuity is payable after submission of a retirement application. For purposes of this subsection, if retirement income payments commence after the normal retirement age, "retirement" means the first day of the month following or coincident with the latter of the last day the member worked in covered employment or the member's normal retirement age and after completing proper written application for retirement on an application supplied by the board.

45

(h) "Board" means the Consolidated Public Retirement Board.

46 (i) "Contributing service" or "contributory service" means service rendered by a member
47 while employed by a participating public employer for which the member made contributions to the
48 plan.

49 (j) "County commission or political subdivision" has the meaning ascribed to it in this code.

50 (k) "Covered employment" means either: (1) Employment as a full-time emergency 51 medical technician, emergency medical technician/paramedic, or emergency medical 52 services/registered nurse and the active performance of the duties required of emergency medical 53 services officers; or (2) the period of time during which active duties are not performed but 54 disability benefits are received under this article; or (3) concurrent employment by an emergency 55 medical services officer in a job or jobs in addition to his or her employment as an emergency 56 medical services officer where the secondary employment requires the emergency medical 57 services officer to be a member of another retirement system which is administered by the 58 Consolidated Public Retirement Board pursuant to this code: Provided, That the emergency 59 medical services officer contributes to the fund created in this article the amount specified as the 60 member's contribution in §16-5V-8 of this code.

61 (I) "Credited service" means the sum of a member's years of service, active military duty,

62 disability service and accrued annual and sick leave service.

63 (m) "Dependent child" means either:

64 (1) An unmarried person under age 18 who is:

65 (A) A natural child of the member;

66 (B) A legally adopted child of the member;

67 (C) A child who at the time of the member's death was living with the member while the

68 member was an adopting parent during any period of probation; or

(D) A stepchild of the member residing in the member's household at the time of themember's death; or

71 (2) Any unmarried child under age 23:

72 (A) Who is enrolled as a full-time student in an accredited college or university;

(B) Who was claimed as a dependent by the member for federal income tax purposes atthe time of the member's death; and

(C) Whose relationship with the member is described in paragraph (A), (B) or (C),
subdivision (1) of this subsection.

(n) "Dependent parent" means the father or mother of the member who was claimed as a
dependent by the member for federal income tax purposes at the time of the member's death.

(o) "Disability service" means service received by a member, expressed in whole years,
fractions thereof or both, equal to one half of the whole years, fractions thereof, or both, during
which time a member receives disability benefits under this article.

(p) "Early retirement age" means age 45 or over and completion of 20 years of contributory
service.

84 (q) "Effective date" means January 1, 2008.

(r) "Emergency medical services officer" means an individual employed by the state,
 county or other political subdivision as a medical professional who is qualified to respond to

87 medical emergencies, aids the sick and injured and arranges or transports to medical facilities, as defined by the West Virginia Office of Emergency Medical Services. This definition is construed to 88 89 include employed ambulance providers and other services such as law enforcement, rescue or 90 fire department personnel who primarily perform these functions and are not provided any other 91 credited service benefits or retirement plans. These persons may hold the rank of emergency 92 medical technician/basic, emergency medical technician/paramedic, emergency medical 93 services/registered nurse, or others as defined by the West Virginia Office of Emergency Medical 94 Services and the Consolidated Public Retirement Board.

95 (s) "Employer error" means an omission, misrepresentation or deliberate act in violation of 96 relevant provisions of the West Virginia Code or of the West Virginia Code of State Rules or the 97 relevant provisions of both the West Virginia Code and of the West Virginia Code of State Rules by 98 the participating public employer that has resulted in an underpayment or overpayment of 99 contributions required.

100 (t) "Final average salary" means the average of the highest annual compensation received 101 for covered employment by the member during any five consecutive plan years within the 102 member's last 10 years of service while employed, prior to any disability payment. If the member 103 did not have annual compensation for the five full plan years preceding the member's attainment 104 of normal retirement age and during that period the member received disability benefits under this 105 article, then "final average salary" means the average of the monthly salary determined paid to the 106 member during that period as determined under §16-5V-19 of this code multiplied by 12. Final 107 average salary does not include any lump sum payment for unused, accrued leave of any kind or 108 character.

(u) "Full-time employment" means permanent employment of an employee by a
 participating public employer in a position which normally requires 12 months per year service and
 requires at least 1,040 hours per year service in that position.

112

(v) "Fund" means the West Virginia Emergency Medical Services Retirement Fund created

113 by this article.

114 (w) "Hour of service" means:

(1) Each hour for which a member is paid or entitled to payment for covered employment
during which time active duties are performed. These hours shall be credited to the member for the
plan year in which the duties are performed; and

(2) Each hour for which a member is paid or entitled to payment for covered employment during a plan year but where no duties are performed due to vacation, holiday, illness, incapacity including disability, layoff, jury duty, military duty, leave of absence, or any combination thereof and without regard to whether the employment relationship has terminated. Hours under this subdivision shall be calculated and credited pursuant to West Virginia Division of Labor rules. A member will not be credited with any hours of service for any period of time he or she is receiving benefits under §16-5V-19 or §16-5V-20 of this code; and

(3) Each hour for which back pay is either awarded or agreed to be paid by the employing county commission or political subdivision, irrespective of mitigation of damages. The same hours of service shall not be credited both under subdivision (1) or (2) of this subsection and under this subdivision. Hours under this paragraph shall be credited to the member for the plan year or years to which the award or agreement pertains, rather than the plan year in which the award, agreement or payment is made.

(x) "Medical examination" means an in-person or virtual examination of a member's
 physical or mental health, or both, by a physician or physicians selected or approved by the board;
 or, at the discretion of the board, a medical record review of the member's physical or mental
 health, or both, by a physician selected or approved by the board.

135 (x) (y) "Member" means a person first hired as an emergency medical services officer by 136 an employer which is a participating public employer of the Public Employees Retirement System 137 or the Emergency Medical Services Retirement System after the effective date of this article, as 138 defined in subsection (q) of this section, or an emergency medical services officer of an employer

which is a participating public employer of the Public Employees Retirement System first hired prior to the effective date and who elects to become a member pursuant to this article. A member shall remain a member until the benefits to which he or she is entitled under this article are paid or forfeited.

(y) (z) "Monthly salary" means the W-2 reportable compensation received by a member
 during the month.

(z) (aa) "Normal form" means a monthly annuity which is one twelfth <u>one-twelfth</u> of the amount of the member's accrued benefit which is payable for the member's life. If the member dies before the sum of the payments he or she receives equals his or her accumulated contributions on the annuity starting date, the named beneficiary shall receive in one lump sum the difference between the accumulated contributions at the annuity starting date and the total of the retirement income payments made to the member.

151 (aa) (bb) "Normal retirement age" means the first to occur of the following:

(1) Attainment of age 50 years and the completion of 20 or more years of regular
contributory service, excluding active military duty, disability service and accrued annual and sick
leave service;

(2) While still in covered employment, attainment of at least age 50 years and when the
sum of current age plus regular contributory years of service equals or exceeds 70 years;

(3) While still in covered employment, attainment of at least age 60 years and completion
of 10 years of regular contributory service; or

(4) Attainment of age 62 years and completion of five or more years of regular contributoryservice.

(bb) (cc) "Participating public employer" means any county commission or political
 subdivision in the state which has elected to cover its emergency medical services officers, as
 defined in this article, under the West Virginia Emergency Medical Services Retirement System.
 (cc) (dd) "Plan" means the West Virginia Emergency Medical Services Retirement System

165 established by this article.

(dd) (ee) "Plan year" means the 12-month period commencing on January 1 of any
 designated year and ending the following December 31.

(ee) (ff) "Political subdivision" means a county, city or town in the state; any separate corporation or instrumentality established by one or more counties, cities or towns, as permitted by law; any corporation or instrumentality supported in most part by counties, cities or towns; and any public corporation charged by law with the performance of a governmental function and whose jurisdiction is coextensive with one or more counties, cities or towns: *Provided*, That any public corporation established under §7-15-4 of this code is considered a political subdivision solely for the purposes of this article.

(ff) (gg) "Public Employees Retirement System" means the West Virginia Public
 Employee's Retirement System created by West Virginia Code.

177 (gg) (hh) "Regular interest" means the rate or rates of interest per annum, compounded
 178 annually, as the board adopts in accordance with the provisions of this article.

(hh) (ii) "Required beginning date" means April 1 of the calendar year following the later of:
(1) The calendar year in which the member attains age 70.5 (if born before July 1, 1949) or age 72
(if born after June 30, 1949); or (2) the calendar year in which he or she retires or otherwise
separates from covered employment.

183 (ii) (jj) "Retirant" means any member who commences an annuity payable by the plan.

(jj) (kk) "Retire" or "retirement" means a member's withdrawal from the employ of a
 participating public employer and the commencement of an annuity by the plan.

186 (kk) (II) "Retirement income payments" means the monthly retirement income payments
 187 payable under the plan.

(II) (mm) "Spouse" means the person to whom the member is legally married on the
 annuity starting date.

190

(mm) (nn) "Surviving spouse" means the person to whom the member was legally married

191 at the time of the member's death and who survived the member.

(nn) (oo) "Totally disabled" means a member's inability to engage in substantial gainful
 activity by reason of any medically determined physical or mental impairment that can be expected
 to result in death or that has lasted or can be expected to last for a continuous period of not less
 than 12 months.

196 For purposes of this subsection:

197 (1) A member is totally disabled only if his or her physical or mental impairment or 198 impairments is so severe that he or she is not only unable to perform his or her previous work as an 199 emergency medical services officer but also cannot, considering his or her age, education and 200 work experience, engage in any other kind of substantial gainful employment which exists in the 201 state regardless of whether: (A) The work exists in the immediate area in which the member lives; 202 (B) a specific job vacancy exists; or (C) the member would be hired if he or she applied for work. 203 For purposes of this article, substantial gainful employment is the same definition as used by the 204 United States Social Security Administration.

(2) "Physical or mental impairment" is an impairment that results from an anatomical,
physiological or psychological abnormality that is demonstrated by medically accepted clinical and
laboratory diagnostic techniques. The board may require submission of a member's annual tax
return for purposes of monitoring the earnings limitation.

(oo) (pp) "Year of service" means a member shall, except in his or her first and last years of
 covered employment, be credited with years of service credit based upon the hours of service
 performed as covered employment and credited to the member during the plan year based upon
 the following schedule:

	Years	of	Service
Hours of Service	Credited		

Less than 500	0
500 to 999	1/3
1,000 to 1499	2/3
1,500 or more	1

During a member's first and last years of covered employment, the member shall be credited with one twelfth of a year of service for each month during the plan year in which the member is credited with an hour of service for which contributions were received by the fund. A member is not entitled to credit for years of service for any time period during which he or she received disability payments under §16-5V-19 or §16-5V-20 of this code. Except as specifically excluded, years of service include covered employment prior to the effective date.

Years of service which are credited to a member prior to his or her receipt of accumulated contributions upon termination of employment pursuant to §16-5V-18 of this code or §5-10-30 of this code, shall be disregarded for all purposes under this plan unless the member repays the accumulated contributions with interest pursuant to section §16-5V-18 of this code or has prior to the effective date made the repayment pursuant to §5-10-18 of this code.

# CHAPTER 18. EDUCATION.

# ARTICLE 7A. STATE TEACHERS RETIREMENT SYSTEM.

# §18-7A-3. Definitions.

1 As used in this article, unless the context clearly requires a different meaning:

2 "Accumulated contributions" means all deposits and all deductions from the gross salary of

3 a contributor plus regular interest.

4 "Accumulated net benefit" means the aggregate amount of all benefits paid to or on behalf5 of a retired member.

6 "Actuarially equivalent" or "of equal actuarial value" means a benefit of equal value 7 computed upon the basis of the mortality table and interest rates as set and adopted by the 8 retirement board in accordance with the provisions of this article: *Provided*, That when used in the 9 context of compliance with the federal maximum benefit requirements of Section 415 of the 10 Internal Revenue Code, "actuarially equivalent" shall be computed using the mortality tables and 11 interest rates required to comply with those requirements.

12 "Annuities" means the annual retirement payments for life granted beneficiaries in13 accordance with this article.

<sup>14</sup> "Average final salary" means the average of the five highest fiscal year salaries earned as <sup>15</sup> a member within the last 15 fiscal years of total service credit, including military service as <sup>16</sup> provided in this article, or if total service is less than 15 years, the average annual salary for the <sup>17</sup> period on which contributions were made: *Provided*, That salaries for determining benefits during <sup>18</sup> any determination period may not exceed the maximum compensation allowed as adjusted for <sup>19</sup> cost of living in accordance with §5-10D-7 of this code and section <u>Section</u> 401(a)(17) of the <sup>20</sup> Internal Revenue Code.

"Beneficiary" means the recipient of annuity payments made under the retirement system.
"Contributor" means a member of the retirement system who has an account in the
Teachers Accumulation Fund.

24 "Deposit" means a voluntary payment to his or her account by a member.

25 "Employer" means the agency of and within the state which has employed or employs a26 member.

27 "Employer error" means an omission, misrepresentation, or deliberate act in violation of 28 relevant provisions of the West Virginia Code, or of the West Virginia Code of State Regulations, or 29 the relevant provisions of both the West Virginia Code and of the West Virginia Code of State 30 Regulations by the participating public employer that has resulted in an underpayment or 31 overpayment of contributions required.

32 "Employment term" means employment for at least 10 months, a month being defined as33 20 employment days.

34 "Gross salary" means the fixed annual or periodic cash wages paid by a participating 35 public employer to a member for performing duties for the participating public employer for which 36 the member was hired. Gross salary shall be allocated and reported in the fiscal year in which the 37 work was done. Gross salary also includes retroactive payments made to a member to correct a 38 clerical error, or made pursuant to a court order or final order of an administrative agency charged 39 with enforcing federal or state law pertaining to the member's rights to employment or wages, with 40 all retroactive salary payments to be allocated to and considered paid in the periods in which the 41 work was or would have been done. Gross salary does not include lump sum payments for 42 bonuses, early retirement incentives, severance pay, or any other fringe benefit of any kind 43 including, but not limited to, transportation allowances, automobiles or automobile allowances, or 44 lump sum payments for unused, accrued leave of any type or character.

45 "Internal Revenue Code" means the Internal Revenue Code of 1986, as it has been46 amended.

47 <u>"Medical examination" means an in-person or virtual examination of a member's physical</u>
48 or mental health, or both, by a physician or physicians selected or approved by the board; or, at the
49 discretion of the board, a medical record review of the member's physical or mental health, or
50 both, by a physician selected or approved by the board.

51 "Member" means any person who has accumulated contributions standing to his or her 52 credit in the State Teachers Retirement System. A member shall remain a member until the 53 benefits to which he or she is entitled under this article are paid or forfeited, or until cessation of 54 membership pursuant to §18-7A-13 of this code.

55 "Members of the administrative staff of the public schools" means deans of instruction,
56 deans of men, deans of women, and financial and administrative secretaries.

57 "Members of the extension staff of the public schools" means every agricultural agent,

boys and girls club agent, and every member of the agricultural extension staff whose work is not
primarily stenographic, clerical, or secretarial.

60 "New entrant" means a teacher who is not a present teacher.

61 "Nonteaching member" means any person, except a teacher member, who is regularly 62 employed for full-time service by: (A) Any county board of education or educational services 63 cooperative; (B) the State Board of Education; (C) the Higher Education Policy Commission; (D) 64 the West Virginia Council for Community and Technical College Education; (E) a governing board, 65 as defined in §18B-1-2 of this code; or (F) a public charter school established pursuant to §18-5G-66 1 et seq. of this code if the charter school includes in its charter contract entered into pursuant to 67 §18-5G-7 of this code a determination to participate in the retirement systems under this article 68 and §18-7B-1 et seq. of this code, subject to §18-7B-7a: Provided, That any person whose 69 employment with the Higher Education Policy Commission, the West Virginia Council for 70 Community and Technical College Education, or a governing board commences on or after July 1, 71 1991, is not considered a nonteaching member.

72 "Plan year" means the 12-month period commencing on July 1 and ending the following73 June 30 of any designated year.

74 "Present member" means a present teacher or nonteacher who is a member of the75 retirement system.

76 "Present teacher" means any person who was a teacher within the 35 years beginning July
77 1, 1934, and whose membership in the retirement system is currently active.

78 "Prior service" means all service as a teacher completed prior to July 1, 1941, and all 79 service of a present member who was employed as a teacher and did not contribute to a 80 retirement account because he or she was legally ineligible for membership during the service.

81 "Public schools" means all publicly supported schools, including colleges and universities82 in this state.

83

"Refund beneficiary" means the estate of a deceased contributor or a person he or she has

nominated as beneficiary of his or her contributions by written designation duly executed and filed
with the retirement board.

86 "Regular interest" means interest at four percent compounded annually, or a higher
87 earnable rate if set forth in the formula established in legislative rules, series seven of the
88 Consolidated Public Retirement Board, 162 CSR 7.

89 "Regularly employed for full-time service" means employment in a regular position or job
90 throughout the employment term regardless of the number of hours worked or the method of pay.
91 "Required beginning date" means April 1 of the calendar year following the later of: (A) The
92 calendar year in which the member attains age 70.5 (if born before July 1, 1949) or age 72 (if born
93 after June 30, 1949); or (B) the calendar year in which the member retires or ceases covered
94 employment under the retirement system.

95 "Retirant" means any member who commences an annuity payable by the retirement96 system.

97 "Retirement board" means the Consolidated Public Retirement Board created pursuant to
98 §5-10D-1 *et seq.* of this code.

99 "Retirement system" means the State Teachers Retirement System established by this100 article.

101 "Teacher member" means the following persons, if regularly employed for full-time service: 102 (A) Any person employed for instructional service in the public schools of West Virginia; (B) 103 principals; (C) public school librarians; (D) superintendents of schools and assistant county 104 superintendents of schools; (E) any county school attendance director holding a West Virginia 105 teacher's certificate; (F) members of the research, extension, administrative, or library staffs of the 106 public schools; (G) the State Superintendent of Schools, heads and assistant heads of the 107 divisions under his or her supervision, or any other employee under the state superintendent 108 performing services of an educational nature; (H) employees of the State Board of Education who 109 are performing services of an educational nature; (I) any person employed in a nonteaching

110 capacity by the State Board of Education, any county board of education, the State Department of 111 Education, or the State Teachers Retirement Board, if that person was formerly employed as a 112 teacher in the public schools; (J) all classroom teachers, principals, and educational 113 administrators in schools under the supervision of the Division of Corrections and Rehabilitation, 114 the Division of Health, or the Division of Human Services; (K) an employee of the State Board of 115 School Finance, if that person was formerly employed as a teacher in the public schools; (L) 116 employees of an educational services cooperative who are performing services of an educational 117 nature; (M) any person designated as a 21st Century Learner Fellow pursuant to §18A-3-11 of this 118 code who elects to remain a member of the State Teachers Retirement System provided in this 119 article; and (N) any person employed by a public charter school established pursuant to §18-5G-120 1 et seq. of this code if the charter school includes in its charter contract entered into pursuant to 121 §18-5G-7 of this code a determination to participate in the retirement systems under this article 122 and §18-7B-1 et seq. of this code.

Total service" means all service as a teacher or nonteacher while a member of the
retirement system since last becoming a member and, in addition thereto, credit for prior service, if
any.

126 Age in excess of 70 years shall be considered to be 70 years.

§18-7A-25. Eligibility for retirement allowance. 1 (a) Except for a person who first becomes a member of the retirement system on or after 2 July 1, 2015, any actively contributing member who has attained the age of sixty 60 years or any 3 member who has thirty-five 35 years of total service as a teacher or nonteaching member in West 4 Virginia, regardless of age, is eligible for an annuity. No new entrant nor present member is eligible 5 for an annuity, however, if either has less than five years of service to his or her credit: Provided 6 Provided, That on and after July 1, 2013, any person who becomes a new member of this 7 retirement system shall, in qualifying for retirement under this section, have five or more years of 8 contributory service, all of which shall be actual, contributory ones.

9 (b) Except for a person who first becomes a member of the retirement system on or after
10 July 1, 2015, any member who has attained the age of fifty-five <u>55</u> years and who has served thirty
30 years as a teacher or nonteaching member in West Virginia is eligible for an annuity.

(c) Except for a person who first becomes a member of the retirement system on or after July 1, 2015, any member who has served at least thirty <u>30</u> but less than thirty-five <u>35</u> years as a teacher or nonteaching member in West Virginia and is less than 55 years of age is eligible for an annuity, but the annuity shall be the reduced actuarial equivalent of the annuity the member would have received if the member were age fifty-five <u>55</u> at the time the annuity was applied for.

(d) The request for any annuity shall be made by the member in writing to the retirement
board, but in case of retirement for disability, the written request may be made by either the
member or the employer.

(e) A member is eligible for annuity for disability if he or she satisfies the conditions in either
 subdivision (1) or (2) of this subsection and meets the conditions of subdivision (3) of this
 subsection as follows:

(1) His or her service as a teacher or nonteaching member in West Virginia must total at
least ten <u>10</u> years and service as a teacher or nonteaching member must have been terminated
because of disability, which disability must have caused absence from service for at least six
months before his or her application for disability annuity is approved.

(2) His or her service as a teacher or nonteaching member in West Virginia must total at
least five years and service as a teacher or nonteaching member must have been terminated
because of disability, which disability must have caused absence from service for at least six
months before his or her application for disability annuity is approved and the disability is a direct
and total result of an act of student violence directed toward the member.

32 (3) An <u>A medical</u> examination by a physician or physicians selected by the retirement
33 board must show that the member is at the time mentally or physically incapacitated for service as
34 a teacher or nonteaching member, that for that service the disability is total and likely to be

35 permanent and that he or she should be retired in consequence of the disability.

36 (f) Continuance of the disability of the retirant shall be established by medical examination, 37 as prescribed in subdivision (3), subsection (e) of this section, annually for five years after 38 retirement, and thereafter at such times required by the retirement board. Effective July 1,1998, a 39 member who has retired because of a disability may select an option of payment under the 40 provisions of §18-17A-28: Provided Provided, That any option selected under the provisions of 41 §18-17A-28 shall be in all respects the actuarial equivalent of the straight life annuity benefit the 42 disability retirant receives or would receive if the options under said section were not available and 43 that no beneficiary or beneficiaries of the disability retirant may receive a greater benefit, nor 44 receive any benefit for a greater length of time, than the beneficiary or beneficiaries would have 45 received had the disability retirant not made any election of the options available under said 46 section. In determining the actuarial equivalence, the retirement board shall take into account the 47 life expectancies of the member and the beneficiary: Provided Provided, however, That the life 48 expectancies may at the discretion of the retirement board be established by an underwriting 49 medical director of a competent insurance company offering annuities. Payment of the disability 50 annuity provided in this article shall cease immediately if the retirement board finds that the 51 disability of the retirant no longer exists, or if the retirant refuses to submit to medical examination 52 as required by this section.

# CHAPTER 20. NATURAL RESOURCES.

# ARTICLE 18. WEST VIRGINIA DIVISION OF NATURAL RESOURCES POLICE OFFICER RETIREMENT SYSTEM.

## §20-18-2. Definitions.

As used in this article, unless a federal law or regulation or the context clearly requires a
 different meaning:

3

(a) "Accrued benefit" means on behalf of any member two and one-quarter percent of the

member's final average salary multiplied by the member's years of credited service: *Provided*,
That members who retire after July 1, 2025, shall have an accrued benefit of two and one-half
percent of the member's final average salary multiplied by the member's years of credited service.
A member's accrued benefit may not exceed the limits of section Section 415 of the Internal
Revenue Code and is subject to the provisions of §20-18-13 of this code.

9 (b) "Accumulated contributions" means the sum of all amounts deducted from the annual 10 compensation of a member or paid on his or her behalf pursuant to §5-10C-1 *et seq*. of this code, 11 either pursuant to §20-18-8(a) or §5-10-29 of this code as a result of covered employment together 12 with regular interest on the deducted amounts.

13

(c) "Active member" means a member who is active and contributing to the plan.

(d) "Active military duty" means full-time active duty with any branch of the armed forces of
the United States, including service with the National Guard or reserve military forces when the
member has been called to active full-time duty and has received no compensation during the
period of that duty from any board or employer other than the armed forces.

(e) "Actuarial equivalent" means a benefit of equal value computed upon the basis of the mortality table and interest rates as set and adopted by the retirement board in accordance with the provisions of this article: *Provided*, That when used in the context of compliance with the federal maximum benefit requirements of Section 415 of the Internal Revenue Code, "actuarial equivalent" shall be computed using the mortality tables and interest rates required to comply with those requirements.

(f) "Annual compensation" means the wages paid to the member during covered employment within the meaning of Section 3401(a) of the Internal Revenue Code, but determined without regard to any rules that limit the remuneration included in wages based upon the nature or location of employment or services performed during the plan year plus amounts excluded under Section 414(h)(2) of the Internal Revenue Code and less reimbursements or other expense allowances, cash or noncash fringe benefits or both, deferred compensation, and welfare benefits.

30 Annual compensation for determining benefits during any determination period may not exceed

31 the maximum compensation allowed as adjusted for cost of living in accordance with §5-10D-7 of

32 this code and section <u>Section</u> 401(a)(17) of the Internal Revenue Code.

33 (g) "Annual leave service" means accrued annual leave.

(h) "Annuity starting date" means the first day of the first calendar month following receipt
 of the retirement application by the board or the required beginning date, if earlier: *Provided*, That
 the member has ceased covered employment and reached normal retirement age.

37 (i) "Beneficiary" means a natural person who is entitled to, or will be entitled to, an annuity38 or other benefit payable by the plan.

39 (j) "Board" means the Consolidated Public Retirement Board created pursuant to §5-10D40 1 *et seq.* of this code.

41 (k) "Covered employment" means either: (1) Employment as a Natural Resources Police 42 Officer and the active performance of the duties required of a Natural Resources Police Officer; (2) 43 the period of time which active duties are not performed but disability benefits are received under 44 §20-18-21 or §20-18-22 of this code; or (3) concurrent employment by a Natural Resources Police 45 Officer in a job or jobs in addition to his or her employment as a Natural Resources Police Officer 46 where the secondary employment requires the Natural Resources Police Officer to be a member 47 of another retirement system which is administered by the Consolidated Public Retirement Board 48 pursuant to §5-10D-1 et seq. of this code: Provided, That the Natural Resources Police Officer 49 contributes to the fund created in §20-18-7 of this code the amount specified as the Natural 50 Resource Police Officer's contribution in §20-18-8 of this code.

- 51 (I) "Credited service" means the sum of a member's years of service, active military duty,
  52 disability service, eligible annual and sick leave service.
- 53 (m) "Dependent child" means either:
- 54 (1) An unmarried person under age 18 who is:
- 55 (A) A natural child of the member;

56 (B) A legally adopted child of the member;

57 (C) A child who at the time of the member's death was living with the member while the 58 member was an adopting parent during any period of probation; or

(D) A stepchild of the member residing in the member's household at the time of themember's death; or

61 (2) Any unmarried child under age 23:

62 (A) Who is enrolled as a full-time student in an accredited college or university;

63 (B) Who was claimed as a dependent by the member for federal income tax purposes at

64 the time of the member's death; and

(C) Whose relationship with the member is described in subparagraph (A), (B), or (C),
paragraph (1) of this subdivision.

67 (n) "Dependent parent" means the father or mother of the member who was claimed as a68 dependent by the member for Federal Income Tax purposes at the time of the member's death.

69 (o) "Director" means Director of the Division of Natural Resources.

(p) "Disability service" means service credit received by a member, expressed in whole
years, fractions thereof or both, equal to one half of the whole years, fractions thereof, or both,
during which time a member receives disability benefits under §20-18-21 or §20-18-22 of this
code.

(q) "Division of Natural Resources" or "division" means the West Virginia Division of
 Natural Resources.

76 (r) "Effective date" means January 2, 2021.

(s) "Employer error" means an omission, misrepresentation, or deliberate act in violation of relevant provisions of the West Virginia Code or of the West Virginia Code of State Rules or the relevant provisions of both the West Virginia Code and of the West Virginia Code of State Rules by the participating public employer that has resulted in an underpayment or overpayment of contributions required.

82 (t) "Final average salary" means the average of the highest annual compensation received 83 for covered employment by the member during any five consecutive plan years within the 84 member's last 10 years of service. If the member did not have annual compensation for the five full 85 plan years preceding the member's attainment of normal retirement age and during that period the 86 member received disability benefits under §20-18-21 or §20-18-22 of this code then "final average 87 salary" means the average of the monthly salary determined paid to the member during that period 88 determined as if the disability first commenced after the effective date of this article with monthly 89 compensation equal to that average monthly compensation which the member was receiving in 90 the plan year prior to the initial disability multiplied by 12.

91 (u) "Fund" means the West Virginia Natural Resources Police Officer Retirement Fund
 92 created pursuant to §20-18-7 of this code.

93 (v) "Hour of service" means:

94 (1) Each hour for which a member is paid;

95 (2) Each hour for which a member is paid but where no duties are performed due to 96 vacation, holiday, illness, incapacity including disability, layoff, jury duty, military duty, leave of 97 absence, or any combination thereof, and without regard to whether the employment relationship 98 has terminated. Hours under this paragraph shall be calculated and credited pursuant to West 99 Virginia Division of Labor rules. A member will not be credited with any hours of service for any 100 period of time he or she is receiving benefits under §20-18-21 or §20-18-22 of this code; and

(3) Each hour for which back pay is either awarded or agreed to be paid by the Division of
 Natural Resources, irrespective of mitigation of damages. The same hours of service may not be
 credited both under this subdivision and subdivision (1) or (2) of this subsection. Hours under this
 paragraph shall be credited to the member for the plan year or years to which the award or
 agreement pertains rather than the plan year in which the award, agreement, or payment is made.
 (w) "Medical examination" means an in-person or virtual examination of a member's

107 physical or mental health, or both, by a physician or physicians selected or approved by the board;

108 or, at the discretion of the board, a medical record review of the member's physical or mental

109 <u>health, or both, by a physician selected or approved by the board.</u>

110 (<u>x</u>) "Member" means a person first hired as a Natural Resources Police Officer, as defined 111 in subsection (<del>y</del>) (<u>z</u>) of this section, on or after January 2, 2021, or a Natural Resources Police 112 Officer first hired prior to the effective date and who elects to become a member pursuant to §20-113 18-6 of this code. A member shall remain a member until the benefits to which he or she is entitled 114 under this article are paid or forfeited or until cessation of membership pursuant to §20-18-6 of this 115 code.

(x) (y) "Monthly salary" means the portion of a member's gross annual compensation
 which is paid to him or her per month.

(y) (z) "Natural Resources Police Officer" means any person regularly employed in the
 service of the division as a law-enforcement officer on or after the effective date of this article, and
 who is eligible to participate in the fund. The term shall not include Emergency Natural Resources
 Police Officers as defined in §20-7-1(c) of this code, Special Natural Resources Police Officers as
 defined in §20-7-1(d) of this code, Forestry Special Natural Resources Police Officers as defined
 in §20-7-1(e) of this code, or Federal Law Enforcement Officer as defined in §20-7-1b of this code.
 (z) (aa) "Normal form" means a monthly annuity which is 1/12 one-twelfth of the amount of

the member's accrued benefit which is payable for the member's life. If the member dies before the sum of the payments he or she receives equals his or her accumulated contributions on the annuity starting date, the named beneficiary or beneficiaries shall receive in one lump sum the difference between the accumulated contributions at the annuity starting date and the total of the retirement income payments made to the member.

(aa) (bb) "Normal retirement age" means the first to occur of the following: (1) Attainment of
 age 55 years and the completion of 15 or more years of service; (2) while still in covered
 employment, attainment of at least age 55 years, and when the sum of current age plus years of
 service equals or exceeds 70 years; or (3) attainment of at least age 62 years, and completion of

10 years of service: *Provided*, That any member shall in qualifying for retirement pursuant to this
article have 10 or more years of service, all of which years shall be actual, contributory ones.

136 (bb) (cc) "Partially disabled" means a member's inability to engage in the duties of a 137 Natural Resources Police Officer by reason of any medically determinable physical or mental 138 impairment that can be expected to result in death or that has lasted or can be expected to last for 139 a continuous period of not less than 12 months. A member may be determined partially disabled 140 for the purposes of this article and maintain the ability to engage in other gainful employment 141 which exists within the state but which ability would not enable him or her to earn an amount at 142 least equal to two thirds of the average annual compensation earned by all active members of this 143 plan during the plan year ending as of the most recent June 30, as of which plan data has been 144 assembled and used for the actuarial valuation of the plan.

(cc) (dd) "Plan" means the West Virginia Natural Resources Police Officers Retirement
 System established by this article.

(dd) (ee) "Plan year" means the 12-month period commencing on July 1 of any designated
 year and ending the following June 30.

(ee) (ff) "Public Employees Retirement System" means the West Virginia Public
 Employees Retirement System created by §5-10-1 *et seq*. of this code.

151 (ff) (gg) "Qualified public safety employee" means any employee of the division who 152 provides police protection, fire-fighting services, or emergency medical services for any area 153 within the jurisdiction of the state or political subdivision, or such other meaning given to the term 154 by Section 72(t)(10)(B) of the Internal Revenue Code or by Treasury Regulation §1.401(a)-1(b)(2)(v) as they may be amended from time to time.

(gg) (hh) "Regular interest" means the rate or rates of interest per annum, compounded
 annually, as the board adopts in accordance with the provisions of this article.

(hh) (ii) "Required beginning date" means April 1 of the calendar year following the later of:
(i) The calendar year in which the member attains age 72; or (ii) the calendar year in which the

160 member retires or otherwise separates from covered employment.

161 (ii) (jj) "Retirant" means any member who commences an annuity payable by the 162 retirement system.

(jj) (kk) "Retire" or "retirement" means a member's termination from the employ of a
 participating public employer and the commencement of an annuity by the plan.

165 (kk) (II) "Retirement income payments" means the annual retirement income payments
 166 payable under the plan.

(mm) "Substantial gainful employment" or "gainful employment" means employment in
which an individual may earn up to an amount that is determined by the United States Social
Security Administration as substantial gainful activity and still receive total disability benefits.

(nn) "Surviving spouse" means the person to whom the member was legally married at thetime of the member's death and who survived the member.

(oo) "Totally disabled" means a member's inability to engage in substantial gainful activity
by reason of any medically determined physical or mental impairment that can be expected to
result in death or that has lasted or can be expected to last for a continuous period of not less than
12 months. For purposes of this subdivision:

(1) A member is totally disabled only if his or her physical or mental impairment or
impairments are so severe that he or she is not only unable to perform his or her previous work as
a Natural Resources Police Officer but also cannot, considering his or her age, education, and
work experience, engage in any other kind of substantial gainful employment which exists in the
state regardless of whether: (A) The work exists in the immediate area in which the member lives;
(B) a specific job vacancy exists; or (C) the member would be hired if he or she applied for work.

(2) "Physical or mental impairment" is an impairment that results from an anatomical,
physiological, or psychological abnormality that is demonstrated by medically accepted clinical
and laboratory diagnostic techniques. A member's receipt of Social Security disability benefits
creates a rebuttable presumption that the member is totally disabled for purposes of this plan.

186 Substantial gainful employment rebuts the presumption of total disability.

(pp) Year of service. — A member shall, except in his or her first and last years of covered
employment, or within the plan year of the effective date, be credited with year of service credit,
based upon the hours of service performed as covered employment and credited to the member
during the plan year based upon the following schedule:

- 191 Hours of Service Years of Service Credited
- 192 Less than 500 0
- 193 500 to 999 1/3
- 194 1,000 to 1,499 2/3
- 195 1,500 or more 1

196 During a member's first and last years of covered employment or within the plan year of the 197 effective date, the member shall be credited with  $\frac{1}{12}$  one-twelfth of a year of service for each 198 month during the plan year in which the member is credited with an hour of service. A member is 199 not entitled to credit for years of service for any time period during which he or she received 200 disability payments under §20-18-21 or §20-18-22 of this code. Except as specifically excluded, 201 years of service include covered employment prior to the effective date. Years of service which are 202 credited to a member prior to his or her receipt of accumulated contributions upon termination of 203 employment pursuant to §20-18-20 or §5-10-30 of this code, shall be disregarded for all purposes 204 under this plan unless the member repays the accumulated contributions with interest pursuant to 205 §20-18-20 of this code or had prior to the effective date made the repayment pursuant to §5-10-18 206 of this code.

§20-18-21. Award benefits for disability related. and Duty 1 (a) Any member who after the effective date of this article and during covered employment: 2 (1) Has been or becomes either totally or partially disabled by injury, illness, or disease; and (2) the 3 disability is a result of an occupational risk or hazard inherent in or peculiar to the services required 4 of members; or (3) the disability was incurred while performing law-enforcement functions during

either scheduled work hours or at any other time; and (4) in the opinion of two physicians <u>based on</u>
<u>a medical examination</u>, one of whom shall be named by the board and one by the member, the
member is by reason of the disability unable to perform adequately the duties required of a Natural
Resources Police Officer, is entitled to receive and shall be paid from the fund in monthly
installments the compensation under either subsection (b) or (c) of this section.

(b) If the member is totally disabled, the member shall receive 90 percent of his or her
average full monthly compensation for the 12-month contributory period preceding the member's
disability award, or the shorter period if the member has not worked 12 months.

(c) If the member is partially disabled, the member shall receive 45 percent of his or her
average full monthly compensation for the 12-month contributory period preceding the member's
disability award, or the shorter period if the member has not worked 12 months.

(d) If the member remains partially disabled until attaining 60 years of age, the member
shall then receive the retirement benefit provided in §20-18-18 and §20-18-19 of this code with the
accrued benefit being computed with the multiplier in effect as of his or her effective date of
retirement.

(e) The disability benefit payments will begin the first day of the month following termination
of employment and receipt of the disability retirement application by the Consolidated Public
Retirement Board.

§20-18-22. benefits for disability Due Award and to other causes. 1 (a) Any member with ten 10 or more years of contributing service and who after the 2 effective date of this article and during covered employment: (1) Has been or becomes totally or 3 partially disabled from any cause other than those set forth in §20-18-21 of this code and not due 4 to vicious habits, intemperance, or willful misconduct on his or her part; and (2) in the opinion of 5 two physicians based on a medical examination, one of whom shall be named by the board and 6 one by the member, he or she is by reason of the disability unable to perform adequately the duties 7 required of a Natural Resources Police Officer, is entitled to receive and shall be paid from the fund

8 in monthly installments the compensation set forth in either subsection (b) or (c) of this section.

- 9 (b) If the member is totally disabled, he or she shall receive 66 and two-thirds percent of his
  10 or her average full monthly compensation for the 12-month contributory period preceding the
  11 disability award, or the shorter period, if the member has not worked 12 months.
- (c) If the member is partially disabled, he or she shall receive 33 and one-third percent of
  his or her average full monthly compensation for the 12-month contributory period preceding the
  disability award, or the shorter period, if the member has not worked 12 months.
- (d) If the member remains disabled until attaining 60 years of age, then the member shall
  receive the retirement benefit provided in §20-18-18 and §20-18-19 of this code with the accrued
  benefit being computed with the multiplier in effect as of his or her effective date of retirement.
- (e) The board shall propose legislative rules for promulgation in accordance with the
  provisions of §29A-3-1 et seq. of this code concerning member disability payments so as to ensure
  that the payments do not exceed 100 percent of the average current salary for the position last
  held by the member.
- (f) The disability benefit payments will begin the first day of the month following termination
   of employment and receipt of the disability retirement application by the Consolidated Public
   Retirement Board.