MISSISSIPPI LEGISLATURE

By: Representatives Kinkade, Criswell, Hale, To: Revenue and Expenditure Shirley

General Bills

HOUSE BILL NO. 341

1 AN ACT TO CREATE NEW SECTIONS 25-11-147, 25-11-321 AND 2 25-13-37, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT IF A MEMBER OF 3 THE PUBLIC EMPLOYEES' RETIREMENT SYSTEM, THE SUPPLEMENTAL 4 LEGISLATIVE RETIREMENT PLAN OR THE MISSISSIPPI HIGHWAY SAFETY 5 PATROL RETIREMENT SYSTEM IS CONVICTED OF OR ENTERS A PLEA OF 6 GUILTY OR NOLO CONTENDERE IN ANY COURT TO A FELONY IN WHICH PUBLIC 7 FUNDS WERE UNLAWFULLY TAKEN, OBTAINED OR MISAPPROPRIATED IN THE ABUSE OR MISUSE OF THE PERSON'S OFFICE OR EMPLOYMENT THAT IS 8 9 COMMITTED ON OR AFTER JULY 1, 2016, THE COURT SHALL CONDUCT A 10 HEARING IN A SEPARATE CIVIL PROCEEDING TO DETERMINE IF ALL OF THE 11 CONDITIONS HAVE BEEN MET; TO PROVIDE THAT IF ALL OF THE CONDITIONS 12 HAVE BEEN MET, THE COURT SHALL ISSUE AN ORDER THAT THE MEMBER'S 13 RETIREMENT BENEFITS FROM THE SYSTEM OR PLAN BE SUSPENDED; TO PROVIDE THAT A MEMBER WHO IS CONVICTED OF SUCH A FELONY SHALL NOT 14 15 HAVE HIS OR HER RETIREMENT BENEFITS FROM THE SYSTEM OR PLAN 16 SUSPENDED UNTIL ALL APPEALS OF THE CONVICTION HAVE BEEN FINALLY 17 CONCLUDED OR THE TIME FOR AN APPEAL FROM THE CONVICTION HAS 18 EXPIRED; TO PROVIDE THAT AFTER RECEIVING THE SUSPENSION ORDER FROM 19 THE COURT, THE SYSTEM SHALL REQUEST THE ATTORNEY GENERAL FOR A 20 DETERMINATION OF WHETHER ALL APPEALS OF THE CONVICTION HAVE BEEN 21 FINALLY CONCLUDED OR THE TIME FOR AN APPEAL FROM THE CONVICTION 22 HAS EXPIRED; TO PROVIDE THAT AFTER THE ATTORNEY GENERAL NOTIFIES THE SYSTEM THAT ALL APPEALS OF THE CONVICTION HAVE BEEN FINALLY 23 24 CONCLUDED OR THE TIME FOR AN APPEAL FROM THE CONVICTION HAS 25 EXPIRED, THE MEMBER'S RETIREMENT BENEFITS FROM THE SYSTEM OR PLAN 26 SHALL BE SUSPENDED UNTIL THE MEMBER HAS MADE FULL RESTITUTION OF 27 THE PUBLIC FUNDS THAT WERE UNLAWFULLY TAKEN, OBTAINED OR 28 MISAPPROPRIATED IN THE ABUSE OR MISUSE OF THE MEMBER'S OFFICE OR EMPLOYMENT, AS DETERMINED BY THE ATTORNEY GENERAL; TO PROVIDE THAT 29 30 IF A MEMBER OF THE SYSTEM OR PLAN IS ALSO A MEMBER OF ANOTHER 31 RETIREMENT SYSTEM ADMINISTERED BY THE BOARD OF TRUSTEES OF THE 32 SYSTEM, AND THE FELONY FOR WHICH THE MEMBER WAS CONVICTED OR 33 ENTERED A PLEA OF GUILTY OR NOLO CONTENDERE WAS IN CONNECTION WITH EMPLOYMENT OF THE MEMBER THAT IS COVERED BY ONLY ONE OF THE 34

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35 RETIREMENT SYSTEMS, THE MEMBER'S RETIREMENT BENEFITS WILL BE 36 SUSPENDED ONLY FROM THE RETIREMENT SYSTEM IN WHICH HIS OR HER 37 EMPLOYMENT WAS COVERED AT THE TIME THAT HE OR SHE COMMITTED THE FELONY; TO PROVIDE THAT THE SYSTEM MAY CONCLUSIVELY RELY ON A 38 39 SUSPENSION ORDER FROM THE COURT AND THE NOTICE FROM THE ATTORNEY GENERAL THAT THE REQUIREMENTS OF THIS ACT HAVE BEEN MET IN 40 41 SUSPENDING A MEMBER'S RETIREMENT BENEFITS FROM THE SYSTEM OR PLAN; 42 TO PROVIDE THAT THE SYSTEM IS NOT LIABLE FOR ANY MISTAKE IN THE 43 PAYMENT OF RETIREMENT BENEFITS TO A MEMBER IN GOOD FAITH RELIANCE ON A SUSPENSION ORDER FROM THE COURT AND THE NOTICE FROM THE 44 45 ATTORNEY GENERAL; TO PROVIDE THAT ANY AMBIGUITY OR UNCERTAINTY 46 ABOUT WHETHER A MEMBER'S RETIREMENT BENEFITS FROM THE SYSTEM OR 47 PLAN SHOULD BE SUSPENDED SHALL BE RESOLVED IN FAVOR OF THE MEMBER; 48 TO AMEND SECTIONS 25-11-111, 25-11-120, 25-11-129, 25-11-309, 49 25-11-319, 25-13-11 AND 25-13-31, MISSISSIPPI CODE OF 1972, TO 50 CONFORM TO THE PRECEDING PROVISIONS; AND FOR RELATED PURPOSES.

51 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 52 SECTION 1. The following shall be codified as Section

53 25-11-147, Mississippi Code of 1972:

54 <u>25-11-147.</u> (1) "Felony involving public funds" means a 55 felony in which public funds were unlawfully taken, obtained or 56 misappropriated in the abuse or misuse of the person's office or 57 employment or money coming into the person's hands by virtue of 58 the person's office or employment.

(2) (a) If an active member of the system is convicted of
or enters a plea of guilty or nolo contendere in any court of this
state to a felony involving public funds that is committed on or
after July 1, 2016; or

(b) If a retired member of the system who is employed or elected under Section 25-11-127 is convicted of or enters a plea of guilty or nolo contendere in any court of this state to a felony involving public funds that is committed during the

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69 If a retired member of the system, or a member of (C) 70 the system who has withdrawn from service but is not receiving a 71 retirement allowance from the system, is convicted of or enters a 72 plea of quilty or nolo contendere in any court of this state to a 73 felony involving public funds that was committed while the member 74 was an active employee on or after July 1, 2016, the court shall 75 conduct a hearing in a separate civil proceeding to determine if 76 all of the conditions in this subsection have been met. The court 77 shall provide notice of the hearing to the member and each person 78 who is named as a beneficiary of the member in the records of the 79 If, after the hearing, the court determines that all of system. 80 the conditions in this subsection have been met, the court shall issue an order that the member's retirement benefits from the 81 82 system be suspended as provided in this section. The court shall 83 send a copy of its suspension order to the system.

(3) (a) If an active member of the system is convicted of
or enters a plea of guilty or nolo contendere in a court of
another state or a federal court to a crime that would be a felony
under the laws of this state if the crime were committed in this
state, and that is a felony involving public funds and is
committed on or after July 1, 2016; or

90 (b) If a retired member of the system who is employed 91 or elected under Section 25-11-127 is convicted of or enters a

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 3 (RF\AM) 92 plea of guilty or nolo contendere in a court of another state or a 93 federal court to a crime that would be a felony under the laws of 94 this state if the crime were committed in this state, and that is 95 a felony involving public funds that is committed during the 96 member's employment under Section 25-11-127 and is committed on or 97 after July 1, 2016; or

98 If a retired member of the system, or a member of (C) 99 the system who has withdrawn from service but is not receiving a 100 retirement allowance from the system, is convicted of or enters a 101 plea of guilty or nolo contendere in a court of another state or a 102 federal court to a crime that would be a felony under the laws of 103 this state if the crime were committed in this state, and that is 104 a felony involving public funds that was committed while the 105 member was an active employee on or after July 1, 2016, 106 the Attorney General of Mississippi shall enter a motion in the 107 circuit court of the county of residence of the member, or in the 108 Circuit Court of the First Judicial District of Hinds County, Mississippi, if the member does not reside in Mississippi, for 109 110 suspension of the member's retirement benefits from the system as 111 provided in this section. The court shall conduct a civil hearing 112 to determine if all of the conditions in this subsection have been 113 The court shall provide notice of the hearing to the member met. and each person who is named as a beneficiary of the member in the 114 115 records of the system. If, after the hearing, the court determines that all of the conditions in this subsection have been 116

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133 (5) An active member, or a member of the system who has (a) withdrawn from service but is not receiving a retirement allowance 134 135 from the system, whose retirement benefits from the system have 136 been suspended shall not receive a retirement allowance or other 137 retirement benefits from the system following the date that the 138 system receives the notice from the Attorney General until the 139 member has made full restitution of the public funds that were unlawfully taken, obtained or misappropriated in the abuse or 140

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143 A retired member whose retirement benefits from the (b) system have been suspended shall have his or her retirement 144 145 allowance suspended beginning on the first day of the month 146 following the date that the system receives the notice from the 147 Attorney General, and the member shall not receive any additional 148 retirement benefits from the system after that date until the 149 member has made full restitution of the public funds that were 150 unlawfully taken, obtained or misappropriated in the abuse or 151 misuse of the member's office or employment, as determined by the 152 Attorney General.

(c) When a member's retirement benefits in the system have been suspended, the member shall forfeit all of the retirement benefits that the member otherwise would have been entitled to receive during the period that the benefits are suspended.

158 If a member of the system is also a member of another (6) 159 retirement system administered by the Board of Trustees of the 160 Public Employees' Retirement System, and the felony involving 161 public funds for which the member was convicted or entered a plea 162 of guilty or nolo contendere was in connection with employment of 163 the member that is covered by only one (1) of the retirement 164 systems, the member's retirement benefits will be suspended only from the retirement system in which his or her employment was 165

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166 covered at the time that he or she committed the felony. In the 167 case of a retired member who is employed or elected under Section 168 25-11-127, the member's retirement benefits will be suspended only 169 from the retirement system in which his or her employment would 170 have been covered if the member had been an active member in the 171 same employment at the time that he or she committed the felony.

172 The system may conclusively rely on a suspension order (7) 173 from the court and the notice from the Attorney General that the 174 requirements of this section have been met in suspending a 175 member's retirement benefits from the system. The system is not 176 liable for any mistake in the payment of retirement benefits to a 177 member in good faith reliance on a suspension order from the court 178 and the notice from the Attorney General, and a member who 179 receives any such mistaken payments shall not be liable to repay 180 those benefits to the system.

(8) A member's retirement benefits from the system shall not be suspended unless there is a specific provision in this section applicable to the member's situation that requires the suspension of the member's retirement benefits from the system. Any ambiguity or uncertainty about whether a member's retirement benefits from the system should be suspended shall be resolved in favor of the member.

188 SECTION 2. The following shall be codified as Section 189 25-11-321, Mississippi Code of 1972:

190 <u>25-11-321.</u> (1) "Felony involving public funds" means a 191 felony in which public funds were unlawfully taken, obtained or 192 misappropriated in the abuse or misuse of the person's office or 193 employment or money coming into the person's hands by virtue of 194 the person's office or employment.

(2) (a) If an active member of the plan is convicted of or enters a plea of guilty or nolo contendere in any court of this state to a felony involving public funds that is committed on or after July 1, 2016; or

199 (b) If a retired member of the plan, or a member of the 200 plan who is not serving in the State Legislature or as President 201 of the Senate but is not receiving a retirement allowance from the 202 plan, is convicted of or enters a plea of guilty or nolo 203 contendere in any court of this state to a felony involving public 204 funds that was committed while the member was serving in the State 205 Legislature or as President of the Senate on or after July 1, 206 2016, the court shall conduct a hearing in a separate civil 207 proceeding to determine if all of the conditions in this 208 subsection have been met. The court shall provide notice of the 209 hearing to the member and each person who is named as a 210 beneficiary of the member in the records of the system. If, after 211 the hearing, the court determines that all of the conditions in 212 this subsection have been met, the court shall issue an order that 213 the member's retirement benefits from the plan be suspended as

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214 provided in this section. The court shall send a copy of its 215 suspension order to the system.

(3) (a) If an active member of the plan is convicted of or enters a plea of guilty or nolo contendere in a court of another state or a federal court to a crime that would be a felony under the laws of this state if the crime were committed in this state, and that is a felony involving public funds and is committed on or after July 1, 2016; or

222 If a retired member of the plan, or a member of the (b) 223 plan who is not serving in the State Legislature or as President 224 of the Senate but is not receiving a retirement allowance from the 225 plan, is convicted of or enters a plea of quilty or nolo 226 contendere in a court of another state or a federal court to a 227 crime that would be a felony under the laws of this state if the crime were committed in this state, and that is a felony involving 228 229 public funds that was committed while the member was serving in 230 the State Legislature or as President of the Senate on or after 231 July 1, 2016, the Attorney General of Mississippi shall enter a 232 motion in the circuit court of the county of residence of the 233 member, or in the Circuit Court of the First Judicial District of 234 Hinds County, Mississippi, if the member does not reside in 235 Mississippi, for suspension of the member's retirement benefits 236 from the plan as provided in this section. The court shall 237 conduct a civil hearing to determine if all of the conditions in 238 this subsection have been met. The court shall provide notice of

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239 the hearing to the member and each person who is named as a 240 beneficiary of the member in the records of the system. If, after 241 the hearing, the court determines that all of the conditions in 242 this subsection have been met, the court shall issue an order that 243 the member's retirement benefits from the plan be suspended as 244 provided in this section. The court shall send a copy of its 245 suspension order to the system.

246 A member who is convicted of a felony involving public (4) 247 funds shall not have his or her retirement benefits from the plan suspended until all appeals of the conviction have been finally 248 249 concluded or the time for an appeal from the conviction has 250 expired. Upon receipt of the suspension order from the court, the 251 system shall request the Attorney General for a determination of 252 whether all appeals of the conviction have been finally concluded 253 or the time for an appeal from the conviction has expired. After 254 the Attorney General notifies the system that all appeals of the 255 conviction have been finally concluded or the time for an appeal 256 from the conviction has expired, the member's retirement benefits 257 from the plan shall be suspended as provided in this section.

(5) (a) A member of the plan who is serving in the State Legislature or as President of the Senate, or a member of the plan who is not serving in the State Legislature or as President of the Senate but is not receiving a retirement allowance from the plan, whose retirement benefits from the plan have been suspended shall not receive a retirement allowance or other retirement benefits

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269 (b) A retired member of the plan whose retirement 270 benefits from the plan have been suspended shall have his or her 271 retirement allowance suspended beginning on the first day of the 272 month following the date that the system receives the notice from 273 the Attorney General, and the member shall not receive any 274 additional retirement benefits from the plan after that date until 275 the member has made full restitution of the public funds that were 276 unlawfully taken, obtained or misappropriated in the abuse or 277 misuse of the member's office or employment, as determined by the 278 Attorney General.

(c) When a member's retirement benefits in the plan have been suspended, the member shall forfeit all of the retirement benefits that the member otherwise would have been entitled to receive during the period that the benefits are suspended.

(6) If an active member of the plan, or a member of the plan who is not serving in the State Legislature or as President of the Senate but is not receiving a retirement allowance from the plan, has his or her retirement benefits from the plan suspended under this section, the member also will have his or her retirement

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 11 (RF\AM) 289 benefits from the Public Employees' Retirement System suspended. 290 If a retired member of the plan is an active or retired member of 291 the Public Employees' Retirement System, or a member of the system 292 who has withdrawn from service but is not receiving a retirement 293 allowance from the system, whose retirement benefits from the 294 system are suspended under Section 25-11-147, the member's 295 retirement benefits from the plan will not be suspended if the 296 felony involving public funds for which the member was convicted 297 or entered a plea of guilty or nolo contendere was not in 298 connection with the member's service with the State Legislature or 299 as President of the Senate.

300 The Public Employees' Retirement System may conclusively (7)301 rely on a suspension order from the court and the notice from the 302 Attorney General that the requirements of this section have been 303 met in suspending a member's retirement benefits from the plan. 304 The system is not liable for any mistake in the payment of 305 retirement benefits under the plan to a member in good faith 306 reliance on a suspension order from the court and the notice from 307 the Attorney General, and a member who receives any such mistaken 308 payments shall not be liable to repay those benefits to the plan. 309 (8) A member's retirement benefits from the plan shall not 310 be suspended unless there is a specific provision in this section applicable to the member's situation that requires the suspension 311 312 of the member's retirement benefits from the plan. Any ambiguity or uncertainty about whether a member's retirement benefits from 313

314 the plan should be suspended shall be resolved in favor of the 315 member.

316 **SECTION 3.** The following shall be codified as Section 317 25-13-37, Mississippi Code of 1972:

318 <u>25-13-37.</u> (1) "Felony involving public funds" means a 319 felony in which public funds were unlawfully taken, obtained or 320 misappropriated in the abuse or misuse of the person's office or 321 employment or money coming into the person's hands by virtue of 322 the person's office or employment.

323 (2) (a) If a member of the system is convicted of or enters 324 a plea of guilty or nolo contendere in any court of this state to 325 a felony involving public funds that is committed on or after July 326 1, 2016; or

327 If a retired member of the system, or a member of (b) 328 the system who has withdrawn from service but is not receiving a 329 retirement allowance from the system, is convicted of or enters a 330 plea of quilty or nolo contendere in any court of this state to a 331 felony involving public funds that was committed while the member 332 was an active employee on or after July 1, 2016, the court shall 333 conduct a hearing in a separate civil proceeding to determine if 334 all of the conditions in this subsection have been met. The court 335 shall provide notice of the hearing to the member and each person 336 who is named as a beneficiary of the member in the records of the 337 If, after the hearing, the court determines that all of system. the conditions in this subsection have been met, the court shall 338

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 13 (RF\AM) issue an order that the member's retirement benefits from the system be suspended as provided in this section. The court shall send a copy of its suspension order to the system.

(3) (a) If a member of the system is convicted of or enters a plea of guilty or nolo contendere in a court of another state or a federal court to a crime that would be a felony under the laws of this state if the crime were committed in this state, and that is a felony involving public funds and is committed on or after July 1, 2016; or

348 (b) If a retired member of the system, or a member of 349 the system who has withdrawn from service but is not receiving a 350 retirement allowance from the system, is convicted of or enters a 351 plea of guilty or nolo contendere in a court of another state or a 352 federal court to a crime that would be a felony under the laws of 353 this state if the crime were committed in this state, and that is 354 a felony involving public funds that was committed while the 355 member was an active employee on or after July 1, 2016, the 356 Attorney General of Mississippi shall enter a motion in the 357 circuit court of the county of residence of the member, or in the Circuit Court of the First Judicial District of Hinds County, 358 359 Mississippi, if the member does not reside in Mississippi, for 360 suspension of the member's retirement benefits from the system as provided in this section. The court shall conduct a civil hearing 361 362 to determine if all of the conditions in this subsection have been 363 The court shall provide notice of the hearing to the member met.

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 14 (RF\AM) and each person who is named as a beneficiary of the member in the records of the system. If, after the hearing, the court determines that all of the conditions in this subsection have been met, the court shall issue an order that the member's retirement benefits from the system be suspended as provided in this section. The court shall send a copy of its suspension order to the system.

370 A member who is convicted of a felony involving public (4) funds shall not have his or her retirement benefits from the 371 372 system suspended until all appeals of the conviction have been 373 finally concluded or the time for an appeal from the conviction 374 has expired. Upon receipt of the suspension order from the court, 375 the system shall request the Attorney General for a determination 376 of whether all appeals of the conviction have been finally 377 concluded or the time for an appeal from the conviction has 378 expired. After the Attorney General notifies the system that all 379 appeals of the conviction have been finally concluded or the time 380 for an appeal from the conviction has expired, the member's 381 retirement benefits from the system shall be suspended as provided 382 in this section.

(5) (a) An active member, or a member of the system who has withdrawn from service but is not receiving a retirement allowance from the system, whose retirement benefits from the system have been suspended shall not receive a retirement allowance or other retirement benefits from the system following the date that the system receives the notice from the Attorney General until the

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 15 (RF\AM) 389 member has made full restitution of the public funds that were 390 unlawfully taken, obtained or misappropriated in the abuse or 391 misuse of the member's office or employment, as determined by the 392 Attorney General.

393 A retired member whose retirement benefits from the (b) 394 system have been suspended shall have his or her retirement 395 allowance suspended beginning on the first day of the month 396 following the date that the system receives the notice from the 397 Attorney General, and the member shall not receive any additional 398 retirement benefits from the system after that date until the 399 member has made full restitution of the public funds that were 400 unlawfully taken, obtained or misappropriated in the abuse or 401 misuse of the member's office or employment, as determined by the 402 Attorney General.

(c) When a member's retirement benefits in the system have been suspended, the member shall forfeit all of the retirement benefits that the member otherwise would have been entitled to receive during the period that the benefits are suspended.

(6) If a member of the system is also a member of another retirement system administered by the Board of Trustees of the Public Employees' Retirement System, and the felony involving public funds for which the member was convicted or entered a plea of guilty or nolo contendere was in connection with employment of the member that is covered by only one (1) of the retirement

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 16 (RF\AM) 414 systems, the member's retirement benefits will be suspended only 415 from the retirement system in which his or her employment was 416 covered at the time that he or she committed the felony.

417 (7)The Public Employees' Retirement System may conclusively 418 rely on a suspension order from the court and the notice from the 419 Attorney General that the requirements of this section have been 420 met in suspending a member's retirement benefits from the 421 Mississippi Highway Safety Patrol Retirement System. The Public 422 Employees' Retirement System is not liable for any mistake in the payment of retirement benefits to a member in good faith reliance 423 424 on a suspension order from the court and the notice from the 425 Attorney General, and a member who receives any such mistaken 426 payments shall not be liable to repay those benefits to the 427 system.

(8) A member's retirement benefits from the system shall not be suspended unless there is a specific provision in this section applicable to the member's situation that requires the suspension of the member's retirement benefits from the system. Any ambiguity or uncertainty about whether a member's retirement benefits from the system should be suspended shall be resolved in favor of the member.

435 SECTION 4. Section 25-11-111, Mississippi Code of 1972, is 436 amended as follows:

437 25-11-111. (a) (1) Any member who became a member of the 438 system before July 1, 2007, upon withdrawal from service upon or

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 17 (RF\AM) 439 after attainment of the age of sixty (60) years who has completed 440 at least four (4) years of membership service, or any member who became a member of the system before July 1, 2011, upon withdrawal 441 442 from service regardless of age who has completed at least twenty-five (25) years of creditable service, shall be entitled to 443 444 receive a retirement allowance, which shall begin on the first of 445 the month following the date the member's application for the 446 allowance is received by the board, but in no event before 447 withdrawal from service.

448 (2)Any member who became a member of the system on or 449 after July 1, 2007, upon withdrawal from service upon or after 450 attainment of the age of sixty (60) years who has completed at 451 least eight (8) years of membership service, or any member who 452 became a member of the system on or after July 1, 2011, upon 453 withdrawal from service regardless of age who has completed at 454 least thirty (30) years of creditable service, shall be entitled 455 to receive a retirement allowance, which shall begin on the first 456 of the month following the date the member's application for the 457 allowance is received by the board, but in no event before 458 withdrawal from service.

(b) (1) Any member who became a member of the system before
July 1, 2007, whose withdrawal from service occurs before
attaining the age of sixty (60) years who has completed four (4)
or more years of membership service and has not received a refund
of his accumulated contributions, shall be entitled to receive a

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467 Any member who became a member of the system on or (2)468 after July 1, 2007, whose withdrawal from service occurs before 469 attaining the age of sixty (60) years who has completed eight (8) 470 or more years of membership service and has not received a refund of his accumulated contributions, shall be entitled to receive a 471 472 retirement allowance, beginning upon his attaining the age of 473 sixty (60) years, of the amount earned and accrued at the date of 474 withdrawal from service.

475 Any member in service who has qualified for retirement (C) 476 benefits may select any optional method of settlement of 477 retirement benefits by notifying the Executive Director of the Board of Trustees of the Public Employees' Retirement System in 478 479 writing, on a form prescribed by the board, of the option he has 480 selected and by naming the beneficiary of the option and furnishing necessary proof of age. The option, once selected, may 481 482 be changed at any time before actual retirement or death, but upon 483 the death or retirement of the member, the optional settlement 484 shall be placed in effect upon proper notification to the 485 executive director.

(d) Any member who became a member of the system before July 1, 2011, shall be entitled to an annual retirement allowance which shall consist of:

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 19 (RF\AM) (1) A member's annuity, which shall be the actuarial equivalent of the accumulated contributions of the member at the time of retirement computed according to the actuarial table in use by the system; and

(2) An employer's annuity, which, together with the member's annuity provided above, shall be equal to two percent (2%) of the average compensation for each year of service up to and including twenty-five (25) years of creditable service, and two and one-half percent (2-1/2%) of the average compensation for each year of service exceeding twenty-five (25) years of creditable service.

500 Any retired member or beneficiary thereof who was (3) 501 eligible to receive a retirement allowance before July 1, 1991, 502 and who is still receiving a retirement allowance on July 1, 1992, 503 shall receive an increase in the annual retirement allowance of 504 the retired member equal to one-eighth of one percent (1/8 of 1%) 505 of the average compensation for each year of state service in 506 excess of twenty-five (25) years of membership service up to and 507 including thirty (30) years. The maximum increase shall be 508 five-eighths of one percent (5/8 of 1%). In no case shall a 509 member who has been retired before July 1, 1987, receive less than 510 Ten Dollars (\$10.00) per month for each year of creditable service and proportionately for each quarter year thereof. Persons 511 512 retired on or after July 1, 1987, shall receive at least Ten Dollars (\$10.00) per month for each year of service and 513

514 proportionately for each quarter year thereof reduced for the 515 option selected. However, such Ten Dollars (\$10.00) minimum per 516 month for each year of creditable service shall not apply to a 517 retirement allowance computed under Section 25-11-114 based on a 518 percentage of the member's average compensation.

(e) Any member who became a member of the system on or after July 1, 2011, shall be entitled to an annual retirement allowance which shall consist of:

522 (1) A member's annuity, which shall be the actuarial 523 equivalent of the accumulated contributions of the member at the 524 time of retirement computed according to the actuarial table in 525 use by the system; and

(2) An employer's annuity, which, together with the member's annuity provided above, shall be equal to two percent (2%) of the average compensation for each year of service up to and including thirty (30) years of creditable service, and two and one-half percent (2-1/2%) of average compensation for each year of service exceeding thirty (30) years of creditable service.

(f) Any member who became a member of the system on or after July 1, 2011, upon withdrawal from service upon or after attaining the age of sixty (60) years who has completed at least eight (8) years of membership service, or any such member upon withdrawal from service regardless of age who has completed at least thirty (30) years of creditable service, shall be entitled to receive a retirement allowance computed in accordance with the formula set

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 21 (RF\AM) 539 forth in subsection (e) of this section. In the case of the 540 retirement of any member who has attained age sixty (60) but who has not completed at least thirty (30) years of creditable 541 service, the retirement allowance shall be computed in accordance 542 543 with the formula set forth in subsection (e) of this section 544 except that the total annual retirement allowance shall be reduced 545 by an actuarial equivalent factor for each year of creditable 546 service below thirty (30) years or the number of years in age that 547 the member is below age sixty-five (65), whichever is less.

(g) No member, except members excluded by the Age Discrimination in Employment Act Amendments of 1986 (Public Law 99-592), under either Article 1 or Article 3 in state service shall be required to retire because of age.

(h) No payment on account of any benefit granted under the provisions of this section shall become effective or begin to accrue until January 1, 1953.

555 (1) A retiree or beneficiary may, on a form prescribed (i) 556 by and filed with the retirement system, irrevocably waive all or 557 a portion of any benefits from the retirement system to which the 558 retiree or beneficiary is entitled. The waiver shall be binding 559 on the heirs and assigns of any retiree or beneficiary and the 560 same must agree to forever hold harmless the Public Employees' 561 Retirement System of Mississippi from any claim to the waived 562 retirement benefits.

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(2) Any waiver under this subsection shall apply only to the person executing the waiver. A beneficiary shall be entitled to benefits according to the option selected by the member at the time of retirement. However, a beneficiary may, at the option of the beneficiary, execute a waiver of benefits under this subsection.

569 (3) The retirement system shall retain in the annuity 570 reserve account amounts that are not used to pay benefits because 571 of a waiver executed under this subsection.

572 (4) The board of trustees may provide rules and 573 regulations for the administration of waivers under this 574 subsection.

575 (j) A member whose retirement benefits from the system have 576 been suspended under Section 25-11-147 shall not be eligible to 577 receive a retirement allowance under this section during the 578 entire period of the suspension of the benefits.

579 SECTION 5. Section 25-11-120, Mississippi Code of 1972, is 580 amended as follows:

25-11-120. (1) Any individual aggrieved by an administrative determination, including a determination of the medical board, relating to the eligibility for or payment of benefits, or the calculation of creditable service or other similar matters relating to the Public Employees' Retirement System or any other retirement system or program administered by the board, may request a hearing before a hearing officer

588 designated by the board. Such hearings shall be conducted in 589 accordance with rules and regulations adopted by the board and 590 formal rules of evidence shall not apply. The hearing officer is 591 authorized to administer oaths, hear testimony of witnesses and 592 receive documentary and other evidence. In case of disability 593 appeals, the hearing officer shall have the authority to defer a 594 decision in order to request a medical evaluation or test or 595 additional existing medical records not previously furnished by 596 the claimant. After the hearing and the receipt of any additional medical evidence requested by the hearing officer, the hearing 597 598 officer shall certify the record to the board, which shall include 599 the hearing officer's proposed statement of facts, conclusions of 600 law and recommendation. The record may include a taped recording 601 of the proceedings of the hearing in lieu of a transcribed copy of the proceedings. The board shall receive the record and make its 602 603 determination based solely on matters contained therein.

604 (2) Any individual aggrieved by the determination of the 605 board may appeal to the Circuit Court of the First Judicial 606 District of Hinds County, Mississippi, in accordance with the 607 Uniform Circuit Court Rules governing appeals to the circuit court 608 in civil cases. Such appeal shall be made solely on the record 609 before the board and this procedure shall be the exclusive method 610 of appealing determinations of the board.

611 (3) The board is authorized to appoint a committee of the612 board to serve as hearing officer or to employ or contract with

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 24 (RF\AM) 613 qualified personnel to perform the duties of hearing officer and 614 court reporter as may be necessary for conducting, recording and 615 transcribing such hearings. The board may assess and collect fees 616 to offset costs related to such hearings. Those fees shall be 617 deposited to the credit of the Public Employees' Retirement 618 System.

(4) Interest shall not be paid on any benefits, including,
but not limited to, benefits that are delayed as a result of an
administrative determination or an appeal from an administrative
determination.

623 (5) The suspension of a member's retirement benefits from 624 the Public Employees' Retirement System, the Supplemental 625 Legislative Retirement Plan or the Mississippi Highway Safety 626 Patrol Retirement System under Section 25-11-147, 25-11-321 or 25-13-37 shall not be considered an administrative determination 627 628 for which a hearing may be requested or held under this section. 629 SECTION 6. Section 25-11-129, Mississippi Code of 1972, is amended as follows: 630

631 25-11-129. (1) The right of a person to an annuity, a 632 retirement allowance or benefit, or to the return of 633 contributions, or to any optional benefit or any other right 634 accrued or accruing to any person under the provisions of Articles 635 1 and 3, the system and the monies in the system created by \star \star 636 those articles, are * * * exempt from any state, county or municipal ad valorem taxes, income taxes, premium taxes, privilege 637

638 taxes, property taxes, sales and use taxes or other taxes not so 639 named, notwithstanding any other provision of law to the contrary, 640 and exempt from levy and sale, garnishment, attachment or any other process whatsoever, and shall be unassignable except as 641 642 specifically otherwise provided in this article and except as 643 otherwise provided in subsection (2) of this section. The 644 suspension of a member's retirement benefits from the system under 645 Section 25-11-147 is not an attachment or assignment of the 646 member's retirement benefits for the purposes of this section.

647 (2) Any retired member or beneficiary receiving a retirement 648 allowance or benefit under this article may authorize the system 649 to make deductions from the retirement allowance or benefit for 650 the payment of employer or system sponsored group life or health 651 insurance. The deductions authorized under this subsection shall 652 be subject to rules and regulations adopted by the board.

653 SECTION 7. Section 25-11-309, Mississippi Code of 1972, is 654 amended as follows:

655 25-11-309. (1) The retirement allowance from the 656 Supplemental Legislative Retirement Plan shall consist of fifty 657 percent (50%) of an amount equal to the retirement allowance 658 determined by creditable service as an elected Senator or 659 Representative of the State Legislature or as President of the 660 Senate payable by the Public Employees' Retirement System in 661 accordance with Section 25-11-101 et seq.

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 26 (RF\AM) (2) The percentage of the retirement allowance as provided in this section shall be transferred from the annuity savings account of the member and the employer accumulation account in the Supplemental Legislative Retirement Plan to the retirement account of the member in the Public Employees' Retirement System as provided.

668 Notwithstanding any provisions of this section or (3) (a) 669 this title to the contrary, the maximum annual retirement 670 allowance attributable to the employer contributions payable under the Supplemental Legislative Retirement Plan to a member shall be 671 subject to the limitations set forth in Section 415 of the 672 673 Internal Revenue Code and any regulations issued thereunder 674 applicable to governmental plans as the term is defined under 675 Section 414(d) of the Internal Revenue Code.

676 The board is authorized to provide by rule or (b) 677 regulation for the payment of benefits as provided under this 678 chapter to members or beneficiaries of the Supplemental 679 Legislative Retirement System at a time and under circumstances 680 not otherwise provided for in this chapter to the extent that the 681 payment is required to maintain the Supplemental Legislative 682 Retirement System as a qualified retirement plan for purposes of 683 federal income tax laws.

(4) (a) A retiree or beneficiary may, on a form prescribed
by and filed with the Executive Director of the Public Employees'
Retirement System, irrevocably waive all or a portion of any

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 27 (RF\AM) benefits from the plan to which the retiree or beneficiary is entitled under this article. The waiver shall be binding on the heirs and assigns of any retiree or beneficiary and the same must agree to forever hold harmless the plan and the Public Employees' Retirement System from any claim to the waived retirement benefits.

(b) Any waiver under this subsection shall apply only to the person executing the waiver. A beneficiary shall be entitled to benefits according to the option selected by the member at the time of retirement; however, a beneficiary may execute a waiver of benefits under this subsection.

(c) The plan shall retain all amounts that are not used
to pay benefits because of a waiver executed under this
subsection.

701 (d) The board of trustees of the Public Employees'
702 Retirement System may provide rules and regulations for the
703 administration of waivers under the subsection.

704 (5) A member whose retirement benefits from the plan have
705 been suspended under Section 25-11-321 shall not be eligible to
706 receive a retirement allowance under this section during the
707 entire period of the suspension of the benefits.

708 SECTION 8. Section 25-11-319, Mississippi Code of 1972, is
709 amended as follows:

710 25-11-319. (1) The right of a person to an annuity, a
711 retirement allowance or benefit, or to the return of

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 28 (RF\AM) 712 contributions, or to any optional benefit or any other right 713 accrued or accruing to any person under the provisions of the 714 Supplemental Legislative Retirement Plan, and the monies in the 715 plan created by this article, are exempt from any state or 716 municipal tax, and exempt from levy and sale, garnishment, 717 attachment or any other process whatsoever, and shall be unassignable except as specifically otherwise provided in this 718 719 The suspension of a member's retirement benefits from article. 720 the plan under Section 25-11-321 is not an attachment or 721 assignment of the member's retirement benefits for the purposes of 722 this section.

(2) Any retired member or beneficiary receiving a retirement allowance or benefit under this article may authorize the system to make deductions from the retirement allowance or benefit for the payment of employer or system sponsored group life or health insurance. The deductions authorized under this subsection shall be subject to rules and regulations adopted by the board.

729 SECTION 9. Section 25-13-11, Mississippi Code of 1972, is 730 amended as follows:

731 25-13-11. (1) Any member upon withdrawal from service, upon 732 or after attainment of the age of fifty-five (55) years, who has 733 completed at least five (5) years of creditable service, or any 734 member upon withdrawal from service upon or after attainment of 735 the age of forty-five (45) years, who has completed at least 736 twenty (20) years of creditable service, or any member upon

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 29 (RF\AM) 737 withdrawal from service, regardless of age, who has completed at 738 least twenty-five (25) years of creditable service, shall be 739 entitled to receive a retirement allowance, which shall be payable 740 the first of the month following receipt of the member's 741 application in the Office of the Executive Director of the Public 742 Employees' Retirement System, but in no event before withdrawal 743 from service.

Any member whose withdrawal from service occurs before attaining the age of fifty-five (55) years, who has completed more than five (5) years of creditable service and has not received a refund of the member's accumulated contributions, shall be entitled to receive a retirement allowance beginning upon his attaining the age of fifty-five (55) years of the amount earned and accrued at the date of withdrawal from service.

751 The annual amount of the retirement allowance shall consist 752 of:

(a) A member's annuity, which shall be the actuarial equivalent of the accumulated contributions of the member at the time of retirement, computed according to the actuarial table in use by the system.

(b) An employer's annuity which, together with the member's annuity provided above, shall be equal to two and one-half percent (2-1/2%) of the average compensation, based on the four (4) highest consecutive years, for each year of membership service.

(c) A prior service annuity equal to two and one-half percent (2-1/2%) of the average compensation, based on the four (4) highest consecutive years, for each year of prior service for which the member is allowed credit.

766 (d) In the case of retirement of any member prior to 767 attaining the age of fifty-five (55) years, the retirement 768 allowance shall be computed in accordance with the formula 769 hereinabove set forth in this section, except that the employer's 770 annuity and prior service annuity above described shall be reduced 771 three percent (3%) for each year of age below fifty-five (55) 772 years, or three percent (3%) for each year of service below 773 twenty-five (25) years of creditable service, whichever is lesser.

(e) Upon retiring from service, a member shall be eligible to obtain retirement benefits, as computed above, for life, except that the aggregate amount of the employer's annuity and prior service annuity above described shall not exceed more than one hundred percent (100%) of the average compensation regardless of the years of service.

(f) Any member in the service who has attained the age of sixty-three (63) years shall be retired immediately. However, any member who has attained age sixty-three (63) may ask the Commissioner of Public Safety to allow him to continue in service with the Mississippi Highway Safety Patrol beyond age sixty-three (63). If the commissioner determines that the member's continuance in service would be advantageous to the Highway Safety

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 31 (RF\AM) 787 Patrol because of his expert knowledge, experience or

qualifications, the member shall be allowed to continue in service beyond age sixty-three (63) for a period of one (1) year. After the initial one-year continuance, the commissioner may authorize the member to continue in service for another period of one (1) year until the member attains age sixty-five (65), at which time retirement shall be mandatory.

(g) Notwithstanding any provision of this chapter
pertaining to the Mississippi Highway Safety Patrol Retirement
System, no payments may be made for a retirement allowance on a
monthly basis for a period of time in excess of that allowed by
any applicable federal law.

799 In no case shall any retired member who has (h) 800 completed at least fifteen (15) years of creditable service 801 receive less than Five Hundred Dollars (\$500.00) per month; in no 802 case shall any retired member who has completed ten (10) or more 803 years of creditable service, but less than fifteen (15) years of 804 creditable service, receive less than Three Hundred Dollars 805 (\$300.00) per month; and in no case shall any retired member who 806 has completed less than ten (10) years of creditable service 807 receive less than Two Hundred Fifty Dollars (\$250.00) per month. 808 In no case shall a beneficiary who is receiving a retirement 809 allowance receive less than Two Hundred Fifty Dollars (\$250.00) 810 per month or Three Thousand Dollars (\$3,000.00) per year.

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H. B. No. 341 16/HR12/R361 PAGE 32 (RF\AM) 811 (i) Any retired member who is receiving a retirement allowance on July 1, 1999, shall receive an ad hoc increase in the 812 annual retirement allowance equal to Three Dollars and Fifty Cents 813 814 (\$3.50) per month for each full fiscal year through June 30, 1999, that the member has actually drawn retirement payments from the 815 816 date of retirement, or the date of last retirement if there is 817 more than one (1) retirement date, plus an amount equal to One Dollar (\$1.00) per month for each full year of creditable service 818 819 and proportionately for each quarter year of creditable service, as documented by the system and on which benefits are being paid. 820 821 If there are multiple beneficiaries receiving a retirement 822 allowance from a deceased member's account, the ad hoc increase 823 shall be divided proportionately.

824 A retiree or beneficiary may, on a form prescribed (2)(a) 825 by and filed with the Executive Director of the Public Employees' 826 Retirement System, irrevocably waive all or a portion of any 827 benefits from the plan to which the retiree or beneficiary is 828 entitled. The waiver shall be binding on the heirs and assigns of 829 any retiree or beneficiary and the same must agree to forever hold 830 harmless the Highway Safety Patrol Retirement System and the 831 Public Employees' Retirement System from any claim to the waived 832 retirement benefits.

(b) Any waiver under this subsection shall apply only
to the person executing the waiver. A beneficiary shall be
entitled to benefits according to the option selected by the

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 33 (RF\AM) 836 member at the time of retirement; however, a beneficiary may 837 execute a waiver of benefits under this subsection.

(c) The Highway Safety Patrol Retirement System shall
retain all amounts that are not used to pay benefits because of a
waiver executed under this subsection.

841 (d) The Board of Trustees of the Public Employees'
842 Retirement System may provide rules and regulations for the
843 administration of waivers under this subsection.

844 (3) A member whose retirement benefits from the system have
845 been suspended under Section 25-13-37 shall not be eligible to
846 receive a retirement allowance under this section during the
847 entire period of the suspension of the benefits.

848 SECTION 10. Section 25-13-31, Mississippi Code of 1972, is 849 amended as follows:

850 25-13-31. (1) The right of a person to an annuity, a 851 retirement allowance or benefit, or to the return of 852 contributions, or to any optional benefits or any other right 853 accrued or accruing to any person under the provisions of the 854 Highway Patrol Retirement Law, the system and the monies in the system created by * * * that law, are * * * exempt from any state, 855 856 county or municipal ad valorem taxes, income taxes, premium taxes, 857 privilege taxes, property taxes, sales and use taxes or other 858 taxes not so named, notwithstanding any other provision of law to 859 the contrary, and exempt from levy and sale, garnishment, attachment, or any other process whatsoever, and shall be 860

H. B. No. 341 **~ OFFICIAL ~** 16/HR12/R361 PAGE 34 (RF\AM) 861 unassignable except as specifically otherwise provided in this 862 article. <u>The suspension of a member's retirement benefits from</u> 863 <u>the system under Section 25-13-37 is not an attachment or</u> 864 <u>assignment of the member's retirement benefits for the purposes of</u>

865 this section.

Any retired member or beneficiary receiving a retirement 866 (2) 867 allowance or benefit under this article may authorize the Public 868 Employees' Retirement System to make deductions from the 869 retirement allowance or benefit for the payment of employer or 870 system sponsored group life or health insurance. The deductions 871 authorized under this subsection shall be subject to rules and 872 regulations adopted by the Board of Trustees of the Public 873 Employees' Retirement System.

874 **SECTION 11.** This act shall take effect and be in force from 875 and after July 1, 2016.