LEGISLATURE OF NEBRASKA

ONE HUNDRED SECOND LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 246

Introduced by Karpisek, 32.

Read first time January 11, 2011

Committee: Nebraska Retirement Systems

A BILL

- FOR AN ACT relating to the Nebraska State Patrol Retirement Act; to
 amend section 81-2026, Reissue Revised Statutes of
 Nebraska; to provide benefits to a surviving spouse that
 has remarried; and to repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

LB 246 LB 246

1 Section 1. Section 81-2026, Reissue Revised Statutes of

2 Nebraska, is amended to read:

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3 81-2026 (1)(a) Any officer qualified for an annuity as provided in section 81-2025 for reasons other than disability shall 4 5 be entitled to receive a monthly annuity for the remainder of the officer's life. The annuity payments shall continue until the end of 6 7 the calendar month in which the officer dies. The amount of the 8 annuity shall be a percentage of the officer's final average monthly compensation. For retirement on or after the fifty-fifth birthday of 9 the member or on or after the fiftieth birthday of a member who has 10 been in the employ of the state for twenty-five years, as calculated 11 12 in section 81-2033, the percentage shall be three percent multiplied by the number of years of creditable service, as calculated in 13 section 81-2033, except that the percentage shall never be greater 14 than seventy-five percent. 15

(b) For retirement pursuant to subsection (2) of section 81-2025 on or after the fiftieth birthday of the member but prior to the fifty-fifth birthday of the member who has been in the employ of the state for less than twenty-five years, as calculated in section 20 81-2033, the annuity which would apply if the member were age fiftyfive at the date of retirement shall be reduced by five-ninths of one 21 percent for each month by which the early retirement date precedes 22 23 age fifty-five or for each month by which the early retirement date precedes the date upon which the member has served for twenty-five 24 years, whichever is earlier. Any officer who has completed thirty 25

1 years of creditable service with the Nebraska State Patrol shall have

- 2 retirement benefits computed as if the officer had reached age fifty-
- 3 five.
- 4 (c) For purposes of this computation, final average
- 5 monthly compensation shall mean the sum of the officer's total
- 6 compensation during the three twelve-month periods of service as an
- 7 officer in which compensation was the greatest divided by thirty-six,
- 8 and for any officer employed on or before January 4, 1979, the
- 9 officer's total compensation shall include payments received for
- 10 unused vacation and sick leave accumulated during the final three
- 11 years of service.
- 12 (2) Any officer qualified for an annuity as provided in
- 13 section 81-2025 for reasons of disability shall be entitled to
- 14 receive a monthly annuity for the remainder of the period of
- disablement as provided in sections 81-2028 to 81-2030. The amount of
- 16 the annuity shall be fifty percent of the officer's monthly
- 17 compensation at the date of disablement if the officer has completed
- 18 seventeen or fewer years of creditable service. If the officer has
- 19 completed more than seventeen years of creditable service, the amount
- 20 of the annuity shall be three percent of the final monthly
- 21 compensation at the date of disablement multiplied by the total years
- 22 of creditable service but not to exceed seventy-five percent of the
- 23 final average monthly compensation as defined in subsection (1) of
- 24 this section. The date of disablement shall be the date on which the
- 25 benefits as provided in section 81-2028 have been exhausted.

1 (3) Upon the death of an officer after retirement for

- 2 reasons other than disability, benefits shall be provided as a
- 3 percentage of the amount of the officer's annuity, calculated as
- 4 follows:
- 5 (a) If there is a surviving spouse but no dependent child
- 6 or children of the officer under nineteen years of age, the surviving
- 7 spouse shall receive a benefit equal to seventy-five percent of the
- 8 amount of the officer's annuity for the remainder of the surviving
- 9 spouse's life; or until the surviving spouse remarries;
- 10 (b) If there is a surviving spouse and the surviving
- 11 spouse has in his or her care a dependent child or children of the
- 12 officer under nineteen years of age and there is no other dependent
- 13 child or children of the officer not in the care of the surviving
- 14 spouse under nineteen years of age, the benefit shall be equal to one
- 15 hundred percent of the officer's annuity. When there is no remaining
- 16 dependent child of the officer under nineteen years of age, the
- 17 benefit shall be seventy-five percent of the amount of the officer's
- 18 annuity to the surviving spouse for the remainder of the surviving
- 19 spouse's life; or until the surviving spouse remarries;
- 20 (c) If there is a surviving spouse and the surviving
- 21 spouse has in his or her care a dependent child or children of the
- 22 officer under nineteen years of age or there is another dependent
- 23 child or children of the officer under nineteen years of age not in
- 24 the care of the surviving spouse, the benefit shall be twenty-five
- 25 percent of the amount of the officer's annuity to the surviving

spouse and seventy-five percent of the amount of the officer's 1 2 annuity to the dependent children of the officer under nineteen years 3 of age to be divided equally among such dependent children but in no case shall the benefit received by a surviving spouse and dependent 4 5 children residing with such spouse be less than fifty percent of the amount of the officer's annuity. At such time as any dependent child 6 7 of the officer attains nineteen years of age, the benefit shall be 8 divided equally among the remaining dependent children of the officer who have not yet attained nineteen years of age. When there is no 9 remaining dependent child of the officer under nineteen years of age, 10 the benefit shall be seventy-five percent of the amount of the 11 12 officer's annuity to the surviving spouse for the remainder of the 13 surviving spouse's life; or until the surviving spouse remarries; 14 (d) If there is no surviving spouse and a dependent child 15 or children of the officer under nineteen years of age, the benefit shall be equal to seventy-five percent of the officer's annuity to 16 the dependent children of the officer under nineteen years of age to 17 be divided equally among such dependent children. At such time as any 18 dependent child of the officer attains nineteen years of age, the 19 20 benefit shall be divided equally among the remaining dependent children of the officer who have not yet attained nineteen years of 21 22 age; and 23 (e) If there is no surviving spouse or no dependent child or children of the officer under nineteen years of age, the amount of 24 benefit such officer has received under the Nebraska State Patrol 25

1 Retirement Act shall be computed. If such amount is less than the

- 2 contributions to the State Patrol Retirement Fund made by such
- 3 officer, plus regular interest, the difference shall be paid to the
- 4 officer's designated beneficiary or estate.
- 5 (4) Upon the death of an officer after retirement for
- 6 reasons of disability, benefits shall be provided as if the officer
- 7 had retired for reasons other than disability.
- 8 (5) Upon the death of an officer before retirement,
- 9 benefits shall be provided as if the officer had retired for reasons
- 10 of disability on the date of such officer's death, calculated as
- 11 follows:
- 12 (a) If there is a surviving spouse but no dependent child
- 13 or children of the officer under nineteen years of age, the surviving
- 14 spouse shall receive a benefit equal to seventy-five percent of the
- 15 amount of the officer's annuity for the remainder of the surviving
- 16 spouse's life; or until the surviving spouse remarries;
- 17 (b) If there is a surviving spouse and the surviving
- 18 spouse has in his or her care a dependent child or children of the
- 19 officer under nineteen years of age and there is no other dependent
- 20 child or children of the officer not in the care of the surviving
- 21 spouse under nineteen years of age, the benefit shall be equal to one
- 22 hundred percent of the officer's annuity. When there is no remaining
- 23 dependent child of the officer under nineteen years of age, the
- 24 benefit shall be seventy-five percent of the amount of the officer's
- 25 annuity to the surviving spouse for the remainder of the surviving

1 spouse's life; or until the surviving spouse remarries;

2 (c) If there is a surviving spouse and the surviving spouse has in his or her care a dependent child or children of the 3 officer under nineteen years of age or there is another dependent 4 5 child or children of the officer under nineteen years of age not in the care of the surviving spouse, the benefit shall be twenty-five 6 7 percent of the amount of the officer's annuity to the surviving 8 spouse and seventy-five percent of the amount of the officer's annuity to the dependent children of the officer under nineteen years 9 of age to be divided equally among such dependent children but in no 10 11 case shall the benefit received by a surviving spouse and dependent 12 children residing with such spouse be less than fifty percent of the 13 amount of the officer's annuity. At such time as any dependent child 14 of the officer attains nineteen years of age, the benefit shall be 15 divided equally among the remaining dependent children of the officer who have not yet attained nineteen years of age. When there is no 16 remaining dependent child of the officer under nineteen years of age, 17 the benefit shall be seventy-five percent of the amount of the 18 officer's annuity to the surviving spouse for the remainder of the 19 20 surviving spouse's life; or until the surviving spouse remarries; 21 (d) If there is no surviving spouse and a dependent child or children of the officer under nineteen years of age, the benefit 22 23 shall be equal to seventy-five percent of the officer's annuity to the dependent children of the officer under nineteen years of age to 24

be divided equally among such dependent children. At such time as any

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1 dependent child of the officer attains nineteen years of age, the

- 2 benefit shall be divided equally among the remaining dependent
- 3 children of the officer who have not yet attained nineteen years of
- 4 age; and
- 5 (e) If no benefits are paid to a surviving spouse or
- 6 dependent child or children of the officer, benefits will be paid as
- 7 described in subsection (1) of section 81-2031.
- 8 (6) Any changes made to this section by Laws 2004, LB
- 9 1097, shall apply only to retirements, disabilities, and deaths
- 10 occurring on or after July 16, 2004.
- 11 Sec. 2. Original section 81-2026, Reissue Revised
- 12 Statutes of Nebraska, is repealed.