

Bill No. CS for SB 1624

Barcode 491406

CHAMBER ACTION

Senate

House

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Senator Campbell moved the following amendment:

**Senate Amendment (with title amendment)**

On page 1, line 21,

insert:

Section 1. Paragraph (b) of subsection (1) of section 121.055, Florida Statutes, is amended to read:

121.055 Senior Management Service Class.--There is hereby established a separate class of membership within the Florida Retirement System to be known as the "Senior Management Service Class," which shall become effective February 1, 1987.

(1)

(b)1. Except as provided in subparagraph 2., effective January 1, 1990, participation in the Senior Management Service Class shall be compulsory for the president of each community college, the manager of each participating city or county, and all appointed district school superintendents. Effective January 1, 1994, additional positions may be designated for inclusion in the Senior

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1 Management Service Class of the Florida Retirement System,  
2 provided that:

3 a. Positions to be included in the class shall be  
4 designated by the local agency employer. Notice of intent to  
5 designate positions for inclusion in the class shall be  
6 published once a week for 2 consecutive weeks in a newspaper  
7 of general circulation published in the county or counties  
8 affected, as provided in chapter 50.

9 b. Up to 10 nonelective full-time positions may be  
10 designated for each local agency employer reporting to the  
11 Department of Management Services; for local agencies with 100  
12 or more regularly established positions, additional  
13 nonelective full-time positions may be designated, not to  
14 exceed 1 percent of the regularly established positions within  
15 the agency.

16 c. Each position added to the class must be a  
17 managerial or policymaking position filled by an employee who  
18 is not subject to continuing contract and serves at the  
19 pleasure of the local agency employer without civil service  
20 protection, and who:

21 (I) Heads an organizational unit; or

22 (II) Has responsibility to effect or recommend  
23 personnel, budget, expenditure, or policy decisions in his or  
24 her areas of responsibility.

25 2. In lieu of participation in the Senior Management  
26 Service Class, members of the Senior Management Service Class  
27 pursuant to the provisions of subparagraph 1. may withdraw  
28 from the Florida Retirement System altogether. The decision to  
29 withdraw from the Florida Retirement System shall be  
30 irrevocable for as long as the employee holds such a position.  
31 Any service creditable under the Senior Management Service

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1 Class shall be retained after the member withdraws from the  
 2 Florida Retirement System; however, additional service credit  
 3 in the Senior Management Service Class shall not be earned  
 4 after such withdrawal. Such members shall not be eligible to  
 5 participate in the Senior Management Service Optional Annuity  
 6 Program.

7 3. Effective January 1, 2006, through June 30, 2006,  
 8 an employee who has withdrawn from the Florida Retirement  
 9 System under subparagraph 2. has one opportunity to elect to  
 10 participate in either the defined benefit program or the  
 11 Public Employee Optional Retirement Program of the Florida  
 12 Retirement System.

13 a. If the employee elects to participate in the Public  
 14 Employee Optional Retirement Program, membership shall be  
 15 prospective, and the applicable provisions of s. 121.4501(4)  
 16 shall govern the election.

17 b. If the employee elects to participate in the  
 18 defined benefit program of the Florida Retirement System, the  
 19 employee shall, upon payment to the system trust fund of the  
 20 amount calculated under sub-sub-subparagraph (I), receive  
 21 service credit for prior service based upon the time during  
 22 which the employee had withdrawn from the system.

23 (I) The cost for such credit shall be an amount  
 24 representing the actuarial accrued liability for the affected  
 25 period of service. The cost shall be calculated using the  
 26 discount rate and other relevant actuarial assumptions that  
 27 were used to value the Florida Retirement System defined  
 28 benefit plan liabilities in the most recent actuarial  
 29 valuation. The calculation shall include any service already  
 30 maintained under the defined benefit plan in addition to the  
 31 period of withdrawal. The actuarial accrued liability

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1 attributable to any service already maintained under the  
 2 defined benefit plan shall be applied as a credit to the total  
 3 cost resulting from the calculation. The division shall ensure  
 4 that the transfer sum is prepared using a formula and  
 5 methodology certified by an actuary.

6 (II) The employee must transfer a sum representing the  
 7 net cost owed for the actuarial accrued liability in  
 8 sub-sub-subparagraph (I) immediately following the time of  
 9 such movement, determined assuming that attained service  
 10 equals the sum of service in the defined benefit program and  
 11 the period of withdrawal.

12  
13 (Redesignate subsequent sections.)

14  
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16 ===== T I T L E A M E N D M E N T =====

17 And the title is amended as follows:

18 On page 1, line 2, delete that line

19  
20 and insert:

21 An act relating to the Florida Retirement  
 22 System; amending s. 121.055, F.S.; during a  
 23 specified period of time, permitting local  
 24 government employees who are members of the  
 25 Senior Management Service Class, who have  
 26 withdrawn from the Florida Retirement System,  
 27 to elect membership in the defined benefit  
 28 program or the public employee optional  
 29 retirement program of the system; prescribing  
 30 requirements in making such election; providing  
 31 for payment of the costs of such membership;