

1 A bill to be entitled
2 An act relating to retirement; amending s. 121.021, F.S.;
3 redefining the terms "employer," "officer or employee,"
4 "past service," "normal retirement date," "termination,"
5 "regularly established position," and "temporary
6 position"; defining the terms "state board" and
7 "trustees"; amending s. 121.031, F.S.; requiring
8 promotional materials that refer to the Florida Retirement
9 System to include a disclaimer unless approval is obtained
10 from the Department of Management Services or the State
11 Board of Administration; amending s. 121.051, F.S.;
12 conforming a cross-reference; clarifying when a State
13 Community College System Optional Retirement Program
14 participant is considered a retiree; revising provisions
15 relating to participation in the Florida Retirement System
16 by certain employers; excluding the participation of
17 certain entities under a lease agreement; amending s.
18 121.052, F.S.; revising membership criteria for members of
19 the Elected Officers' Class; revising the dates for when a
20 governing body of a municipality or special district may
21 elect to designate its elected positions for inclusion in
22 the Elected Officers' Class; amending s. 121.053, F.S.;
23 revising provisions relating to participation in the
24 Elected Officers' Class for retired members; amending s.
25 121.055, F.S.; revising provisions relating to
26 participation in the Senior Management Service Class;
27 revising benefit payment procedures for the Senior
28 Management Service Optional Annuity Program; clarifying

29 | when a participant is considered retired; amending s.
30 | 121.071, F.S.; providing an additional mechanism for the
31 | payment of employee contributions to the system; amending
32 | s. 121.081, F.S.; providing for receipt of credit for past
33 | or prior service by charter school and charter technical
34 | career center employees; prohibiting a member from
35 | receiving credit for service covered and reported by both
36 | a public employer and a private employer; amending s.
37 | 121.091, F.S.; revising and clarifying provisions relating
38 | to retirement benefits; deleting a restriction on the
39 | reemployment of certain personnel by the Florida School
40 | for the Deaf and the Blind; authorizing developmental
41 | research schools and charter schools to reemploy certain
42 | retired members under specified conditions; revising
43 | limitations on the payment of retirement benefits for
44 | certain retired persons who are reemployed by an employer
45 | participating in a state-administered retirement program;
46 | prohibiting certain persons holding public office from
47 | enrolling in the Florida Retirement System; deleting a
48 | provision authorizing an employing agency to reemploy a
49 | retired member as a firefighter or paramedic after a
50 | specified period; providing applicability; revising
51 | provisions relating to reemployment of retirees of the
52 | Public Employee Optional Retirement Program; providing
53 | that certain members who delay DROP participation lose a
54 | month of DROP participation for each month delayed;
55 | clarifying that DROP participation cannot be canceled;
56 | clarifying maximum DROP participation; providing for the

57 suspension of DROP benefits to a participant who is
58 reemployed; deleting obsolete provisions; revising
59 employer contribution requirements; authorizing the
60 Division of Retirement to issue benefits pursuant to a
61 qualified domestic relations order directly to the
62 alternate payee; amending s. 121.1115, F.S.; revising
63 provisions relating to receiving retirement credit for
64 out-of-state service; providing that a member is not
65 eligible for and may not receive a benefit based on such
66 service; amending s. 121.1122, F.S.; revising provisions
67 relating to receiving retirement credit for in-state
68 service; providing that certain members may not be
69 eligible to purchase service credit; amending s. 121.122,
70 F.S.; providing that certain retirees initially reemployed
71 on or after a specified date are ineligible for renewed
72 membership in the system; revising conditions under which
73 a retiree is entitled to certain additional retirement
74 benefits; amending s. 121.136, F.S.; revising provisions
75 relating to the annual statement of benefits provided to
76 certain active members of the system; amending s.
77 121.1905, F.S.; deleting a provision describing the
78 mission of the Division of Retirement; amending s. 121.23,
79 F.S.; requiring the State Retirement Commission to use
80 certain requirements used by the Secretary of Management
81 Services before approving a disability retirement benefit;
82 amending s. 121.24, F.S.; requiring a quorum of three
83 members for all appeal hearings held by the commission;
84 amending s. 121.35, F.S.; revising a compulsory membership

85 | exception for certain members failing to elect membership
86 | in the optional retirement program; providing a cross-
87 | reference; defining the term "retiree" for purposes of the
88 | State University System Optional Retirement Program;
89 | amending s. 121.4501, F.S.; revising the definition of
90 | "eligible employee" for purposes of the Public Employee
91 | Optional Retirement Program; amending s. 121.591, F.S.;
92 | providing a cross-reference; amending s. 1012.33, F.S.;
93 | deleting a provision preventing persons who have retired
94 | from the public school system from renewing membership in
95 | the Florida Retirement System or Teachers' Retirement
96 | System upon reemployment by the school system; repealing
97 | s. 121.093, F.S., relating to instructional personnel
98 | reemployment after retirement from a developmental
99 | research school or the Florida School for the Deaf and the
100 | Blind; repealing s. 121.094, F.S., relating to
101 | instructional personnel reemployment after retirement from
102 | a charter school; repealing s. 121.45, F.S., relating to
103 | interstate compacts relating to pension portability;
104 | providing a declaration of important state interest;
105 | providing an effective date.

106 |
107 | Be It Enacted by the Legislature of the State of Florida:
108 |

109 | Section 1. Subsections (10), (11), (18), (29), (39), (52),
110 | and (53) of section 121.021, Florida Statutes, are amended, and
111 | subsections (63) and (64) are added to that section, to read:

112 | 121.021 Definitions.--The following words and phrases as

113 used in this chapter have the respective meanings set forth
 114 unless a different meaning is plainly required by the context:

115 (10) "Employer" means any agency, branch, department,
 116 institution, university, institution of higher education, or
 117 board of the state, or any county agency, branch, department,
 118 board, district school board, city, metropolitan planning
 119 organization, or special district of the state, ~~or any city of~~
 120 ~~the state~~ which participates in the system for the benefit of
 121 certain of its employees, or a charter school or charter
 122 technical career center that participates as provided in s.
 123 121.051(2)(d). Employers are not agents of the department, the
 124 state board, or the Division of Retirement, and the department,
 125 the state board, and the division are not responsible for
 126 erroneous information provided by representatives of employers.

127 (11) "Officer or employee" means any person receiving
 128 salary payments for work performed in a regularly established
 129 position and, if employed by a city, a metropolitan planning
 130 organization, or a special district, employed in a covered
 131 group. The term does not apply to state employees covered by a
 132 leasing agreement under s. 110.191, other public employees
 133 covered by a leasing agreement, or a co-employer relationship.

134 (18) "Past service" of any member, as provided in s.
 135 121.081(1), means the number of years and complete months and
 136 any fractional part of a month, recognized and credited by an
 137 employer and approved by the administrator, during which the
 138 member was in the active employ of a governmental ~~an~~ employer
 139 and for which the employee is not entitled to a benefit prior to
 140 his or her date of participation.

141 (29) "Normal retirement date" means the ~~first day of any~~
142 ~~month following the~~ date a member attains normal retirement age
143 and is vested, which is determined as follows ~~one of the~~
144 ~~following statuses:~~

145 (a) If a Regular Class member, a Senior Management Service
146 Class member, or an Elected Officers' Class ~~the~~ member:

147 1. The first day of the month the member completes 6 or
148 more years of creditable service and attains age 62; or

149 2. The first day of the month following the date the
150 member completes 30 years of creditable service, regardless of
151 ~~age, which may include a maximum of 4 years of military service~~
152 ~~credit as long as such credit is not claimed under any other~~
153 ~~system.~~

154 (b) If a Special Risk Class member, ~~the~~ member:

155 1. The first day of the month the member completes 6 or
156 more years of creditable service in the Special Risk Class and
157 attains age 55;

158 2. The first day of the month following the date the
159 member completes 25 years of creditable service in the Special
160 Risk Class, regardless of age; or

161 3. The first day of the month following the date the
162 member completes 25 years of creditable service and attains age
163 52, which service may include a maximum of 4 years of military
164 service credit as long as such credit is not claimed under any
165 other system and the remaining years are in the Special Risk
166 Class.

167 ~~(c) If a Senior Management Service Class member, the~~
168 ~~member:~~

169 ~~1. Completes 6 years of creditable service in the Senior~~
 170 ~~Management Service Class and attains age 62; or~~

171 ~~2. Completes 30 years of any creditable service,~~
 172 ~~regardless of age, which may include a maximum of 4 years of~~
 173 ~~military service credit as long as such credit is not claimed~~
 174 ~~under any other system.~~

175 ~~(d) If an Elected Officers' Class member, the member:~~

176 ~~1. Completes 6 years of creditable service in the Elected~~
 177 ~~Officers' Class and attains age 62; or~~

178 ~~2. Completes 30 years of any creditable service,~~
 179 ~~regardless of age, which may include a maximum of 4 years of~~
 180 ~~military service credit as long as such credit is not claimed~~
 181 ~~under any other system.~~

182
 183 "Normal retirement age" is attained on the "normal retirement
 184 date."

185 (39) (a) "Termination" occurs, except as provided in
 186 paragraph (b), when:

187 1. For retirements effective before January 1, 2010, a
 188 member ceases all employment relationships with employers under
 189 this system, as defined in subsection (10), but in the event a
 190 member should be employed by any such employer within the next
 191 calendar month, termination shall be deemed not to have
 192 occurred. A leave of absence shall constitute a continuation of
 193 the employment relationship, except that a leave of absence
 194 without pay due to disability may constitute termination for a
 195 member, if such member makes application for and is approved for
 196 disability retirement in accordance with s. 121.091(4). The

197 department or state board may require other evidence of
 198 termination as it deems necessary.

199 2. For retirements effective on or after January 1, 2010,
 200 a member ceases all employment relationships with employers
 201 under this system, as defined in subsection (10), but in the
 202 event a member should be employed by any such employer within
 203 the next 6 calendar months, termination shall be deemed not to
 204 have occurred. A leave of absence shall constitute a
 205 continuation of the employment relationship, except that a leave
 206 of absence without pay due to disability may constitute
 207 termination for a member, if such member makes application for
 208 and is approved for disability retirement in accordance with s.
 209 121.091(4). The department or state board may require other
 210 evidence of termination as it deems necessary.

211 (b) "Termination" for a member electing to participate
 212 under the Deferred Retirement Option Program (DROP) occurs when
 213 the Deferred Retirement Option Program participant ceases all
 214 employment relationships with employers under this system in
 215 accordance with s. 121.091(13), but:

216 1. For DROP termination dates occurring before January 1,
 217 2010, in the event the ~~DROP~~ ~~Deferred Retirement Option Program~~
 218 participant should be employed by any such employer within the
 219 next calendar month, termination will be deemed not to have
 220 occurred, except as provided in s. 121.091(13)(b)4.c. A leave of
 221 absence shall constitute a continuation of the employment
 222 relationship.

223 2. For DROP termination dates occurring on or after
 224 January 1, 2010, in the event the DROP participant should be

225 employed by any such employer within the next 6 calendar months,
 226 termination will be deemed not to have occurred, except as
 227 provided in s. 121.091(13)(b)4.c. A leave of absence shall
 228 constitute a continuation of the employment relationship.

229 (52) "Regularly established position" is defined as
 230 follows:

231 (a) With respect to employment for ~~In~~ a state employer
 232 ~~agency~~, the term means a position that ~~which~~ is authorized and
 233 established pursuant to law and is compensated from a salaries
 234 and benefits appropriation pursuant to s. 216.011(1)(~~mm~~)-(dd), or
 235 an established position that ~~which~~ is authorized pursuant to s.
 236 216.262(1)(a) and (b) and is compensated from a salaries account
 237 as provided in s. 216.011(1)(nn) ~~by rule~~.

238 (b) With respect to employment for ~~In~~ a local employer
 239 ~~agency~~ (district school board, county agency, community college,
 240 city, metropolitan planning organization, charter school,
 241 charter technical career center, or special district), the term
 242 means a regularly established position that ~~which~~ will be in
 243 existence for a period beyond 6 consecutive months, except as
 244 provided by rule.

245 (53) "Temporary position" is defined as follows:

246 (a) With respect to employment for ~~In~~ a state employer
 247 ~~agency~~, the term means a ~~an employment~~ position that ~~which~~ is
 248 compensated from an other personal services (OPS) account, as
 249 provided ~~for~~ in s. 216.011(1)(dd).

250 (b) With respect to employment for ~~In~~ a local employer
 251 ~~agency~~, the term means a ~~an employment~~ position that ~~which~~ will
 252 exist for less than 6 consecutive months, or other ~~employment~~

253 position as determined by rule of the division, regardless of
 254 whether it will exist for 6 consecutive months or longer.

255 (63) "State board" means the State Board of
 256 Administration.

257 (64) "Trustees" means the Board of Trustees of the State
 258 Board of Administration.

259 Section 2. Subsection (6) is added to section 121.031,
 260 Florida Statutes, to read:

261 121.031 Administration of system; appropriation; oaths;
 262 actuarial studies; public records.--

263 (6) Unless prior written approval is obtained from the
 264 department or state board, any promotional materials or
 265 advertisements that, directly or indirectly, refer to the
 266 "Florida Retirement System" or the "FRS" must contain a
 267 disclaimer that the information is not approved or endorsed by
 268 the Florida Retirement System.

269 Section 3. Paragraph (a) of subsection (1) and paragraphs
 270 (c) and (f) of subsection (2) of section 121.051, Florida
 271 Statutes, are amended to read:

272 121.051 Participation in the system.--

273 (1) COMPULSORY PARTICIPATION.--

274 (a) The provisions of this law are ~~shall be~~ compulsory as
 275 to all officers and employees, except elected officers who meet
 276 the requirements of s. 121.052(3), who are employed on or after
 277 December 1, 1970, by ~~of~~ an employer other than those referred to
 278 in paragraph (2)(b), and each officer or employee, as a
 279 condition of employment, shall become a member of the system as
 280 of his or her date of employment, except that a person who is

281 | retired from any state retirement system and is reemployed on or
 282 | after December 1, 1970, may not renew his or her membership in
 283 | any state retirement system except as provided in s.

284 | 121.091(4) (h) for a person who recovers from disability, ~~and~~ as
 285 | provided in s. 121.091(9) (b) 4.8. for a person who is elected to
 286 | public office, and, effective July 1, 1991, as provided in s.
 287 | 121.122 for all other retirees. Officers and employees of the
 288 | University Athletic Association, Inc., a nonprofit association
 289 | connected with the University of Florida, employed on and after
 290 | July 1, 1979, may ~~shall~~ not participate in any state-supported
 291 | retirement system.

292 | 1. Any person appointed on or after July 1, 1989, to a
 293 | faculty position in a college at the J. Hillis Miller Health
 294 | Center at the University of Florida or the Medical Center at the
 295 | University of South Florida which has a faculty practice plan
 296 | provided by rule adopted by the Board of Regents may not
 297 | participate in the Florida Retirement System. Effective July 1,
 298 | 2008, any person appointed thereafter to a faculty position,
 299 | including clinical faculty, in a college at a state university
 300 | that has a faculty practice plan authorized by the Board of
 301 | Governors may not participate in the Florida Retirement System.
 302 | A faculty member so appointed shall participate in the optional
 303 | retirement program for the State University System
 304 | notwithstanding ~~the provisions of~~ s. 121.35(2) (a).

305 | 2. For purposes of this paragraph, the term "faculty
 306 | position" is defined as a position assigned the principal
 307 | responsibility of teaching, research, or public service
 308 | activities or administrative responsibility directly related to

309 the academic mission of the college. The term "clinical faculty"
 310 is defined as a faculty position appointment in conjunction with
 311 a professional position in a hospital or other clinical
 312 environment at a college. The term "faculty practice plan"
 313 includes professional services to patients, institutions, or
 314 other parties which are rendered by the clinical faculty
 315 employed by a college that has a faculty practice plan at a
 316 state university authorized by the Board of Governors.

317 (2) OPTIONAL PARTICIPATION.--

318 (c) Employees of public community colleges or charter
 319 technical career centers sponsored by public community colleges,
 320 as designated in s. 1000.21(3), who are members of the Regular
 321 Class of the Florida Retirement System and who comply with the
 322 criteria set forth in this paragraph and in s. 1012.875 may
 323 elect, in lieu of participating in the Florida Retirement
 324 System, to withdraw from the Florida Retirement System
 325 altogether and participate in an optional retirement program
 326 provided by the employing agency under s. 1012.875, to be known
 327 as the State Community College System Optional Retirement
 328 Program. Pursuant thereto:

329 1. Through June 30, 2001, the cost to the employer for
 330 such annuity shall equal the normal cost portion of the employer
 331 retirement contribution which would be required if the employee
 332 were a member of the Regular Class defined benefit program, plus
 333 the portion of the contribution rate required by s. 112.363(8)
 334 that would otherwise be assigned to the Retiree Health Insurance
 335 Subsidy Trust Fund. Effective July 1, 2001, each employer shall
 336 contribute on behalf of each participant in the optional program

337 an amount equal to 10.43 percent of the participant's gross
338 monthly compensation. The employer shall deduct an amount to
339 provide for the administration of the optional retirement
340 program. The employer providing the optional program shall
341 contribute an additional amount to the Florida Retirement System
342 Trust Fund equal to the unfunded actuarial accrued liability
343 portion of the Regular Class contribution rate.

344 2. The decision to participate in such an optional
345 retirement program shall be irrevocable for as long as the
346 employee holds a position eligible for participation, except as
347 provided in subparagraph 3. Any service creditable under the
348 Florida Retirement System shall be retained after the member
349 withdraws from the Florida Retirement System; however,
350 additional service credit in the Florida Retirement System shall
351 not be earned while a member of the optional retirement program.

352 3. An employee who has elected to participate in the
353 optional retirement program shall have one opportunity, at the
354 employee's discretion, to choose to transfer from the optional
355 retirement program to the defined benefit program of the Florida
356 Retirement System or to the Public Employee Optional Retirement
357 Program, subject to the terms of the applicable optional
358 retirement program contracts.

359 a. If the employee chooses to move to the Public Employee
360 Optional Retirement Program, any contributions, interest, and
361 earnings creditable to the employee under the State Community
362 College System Optional Retirement Program shall be retained by
363 the employee in the State Community College System Optional
364 Retirement Program, and the applicable provisions of s.

365 121.4501(4) shall govern the election.

366 b. If the employee chooses to move to the defined benefit
367 program of the Florida Retirement System, the employee shall
368 receive service credit equal to his or her years of service
369 under the State Community College System Optional Retirement
370 Program.

371 (I) The cost for such credit shall be an amount
372 representing the present value of that employee's accumulated
373 benefit obligation for the affected period of service. The cost
374 shall be calculated as if the benefit commencement occurs on the
375 first date the employee would become eligible for unreduced
376 benefits, using the discount rate and other relevant actuarial
377 assumptions that were used to value the Florida Retirement
378 System defined benefit plan liabilities in the most recent
379 actuarial valuation. The calculation shall include any service
380 already maintained under the defined benefit plan in addition to
381 the years under the State Community College System Optional
382 Retirement Program. The present value of any service already
383 maintained under the defined benefit plan shall be applied as a
384 credit to total cost resulting from the calculation. The
385 division shall ensure that the transfer sum is prepared using a
386 formula and methodology certified by an enrolled actuary.

387 (II) The employee must transfer from his or her State
388 Community College System Optional Retirement Program account and
389 from other employee moneys as necessary, a sum representing the
390 present value of that employee's accumulated benefit obligation
391 immediately following the time of such movement, determined
392 assuming that attained service equals the sum of service in the

393 defined benefit program and service in the State Community
 394 College System Optional Retirement Program.

395 4. Participation in the optional retirement program shall
 396 be limited to those employees who satisfy the following
 397 eligibility criteria:

398 a. The employee must be otherwise eligible for membership
 399 or renewed membership in the Regular Class of the Florida
 400 Retirement System, as provided in s. 121.021(11) and (12) or s.
 401 121.122.

402 b. The employee must be employed in a full-time position
 403 classified in the Accounting Manual for Florida's Public
 404 Community Colleges as:

405 (I) Instructional; or

406 (II) Executive Management, Instructional Management, or
 407 Institutional Management, if a community college determines that
 408 recruiting to fill a vacancy in the position is to be conducted
 409 in the national or regional market, and:

410 (A) The duties and responsibilities of the position
 411 include either the formulation, interpretation, or
 412 implementation of policies; or

413 (B) The duties and responsibilities of the position
 414 include the performance of functions that are unique or
 415 specialized within higher education and that frequently involve
 416 the support of the mission of the community college.

417 c. The employee must be employed in a position not
 418 included in the Senior Management Service Class of the Florida
 419 Retirement System, as described in s. 121.055.

420 5. A participant who receives a program distribution

421 funded by employer contributions shall be deemed to be retired
422 from a state-administered retirement system in the event of
423 subsequent employment with any employer that participates in the
424 Florida Retirement System. Participants in the program are
425 subject to the same reemployment limitations, renewed membership
426 provisions, and forfeiture provisions as are applicable to
427 regular members of the Florida Retirement System under ss.
428 121.091(9), 121.122, and 121.091(5), respectively.

429 6. Eligible community college employees shall be
430 compulsory members of the Florida Retirement System until,
431 pursuant to the procedures set forth in s. 1012.875, a written
432 election to withdraw from the Florida Retirement System and to
433 participate in the State Community College System Optional
434 Retirement Program is filed with the program administrator and
435 received by the division.

436 a. Any community college employee whose program
437 eligibility results from initial employment shall be enrolled in
438 the State Community College System Optional Retirement Program
439 retroactive to the first day of eligible employment. The
440 employer retirement contributions paid through the month of the
441 employee plan change shall be transferred to the community
442 college for the employee's optional program account, and,
443 effective the first day of the next month, the employer shall
444 pay the applicable contributions based upon subparagraph 1.

445 b. Any community college employee whose program
446 eligibility results from a change in status due to the
447 subsequent designation of the employee's position as one of
448 those specified in subparagraph 4. or due to the employee's

449 appointment, promotion, transfer, or reclassification to a
450 position specified in subparagraph 4. shall be enrolled in the
451 program upon the first day of the first full calendar month that
452 such change in status becomes effective. The employer retirement
453 contributions paid from the effective date through the month of
454 the employee plan change shall be transferred to the community
455 college for the employee's optional program account, and,
456 effective the first day of the next month, the employer shall
457 pay the applicable contributions based upon subparagraph 1.

458 7. Effective July 1, 2003, through December 31, 2008, any
459 participant of the State Community College System Optional
460 Retirement Program who has service credit in the defined benefit
461 plan of the Florida Retirement System for the period between his
462 or her first eligibility to transfer from the defined benefit
463 plan to the optional retirement program and the actual date of
464 transfer may, during his or her employment, elect to transfer to
465 the optional retirement program a sum representing the present
466 value of the accumulated benefit obligation under the defined
467 benefit retirement program for such period of service credit.
468 Upon such transfer, all such service credit previously earned
469 under the defined benefit program of the Florida Retirement
470 System during this period shall be nullified for purposes of
471 entitlement to a future benefit under the defined benefit
472 program of the Florida Retirement System.

473 (f)1. If ~~Whenever~~ an employer that participates in the
474 Florida Retirement System undertakes the transfer, merger, or
475 consolidation of governmental services or assumes the functions
476 and activities of an employing governmental entity that was not

477 an employer under the system, the employer must notify the
478 department at least 60 days prior to such action and ~~shall~~
479 provide documentation as required by the department. The
480 transfer, merger, or consolidation of governmental services or
481 assumption of governmental functions and activities must occur
482 between public employers. The current or former employer may pay
483 the employees' past service cost, unless prohibited under this
484 chapter. This subparagraph does not apply to the transfer,
485 merger, or consolidation of governmental services or assumption
486 of functions and activities of a public entity under a leasing
487 agreement having a co-employer relationship. Employers and
488 employees of a public governmental employer whose service is
489 covered by a leasing agreement under s. 110.191, any other
490 leasing agreement, or a co-employer relationship are not
491 eligible to participate in the Florida Retirement System.

492 2. ~~If~~ When the agency to which a member's employing unit
493 is transferred, merged, or consolidated does not participate in
494 the Florida Retirement System, a member may ~~shall~~ elect in
495 writing to remain in the Florida Retirement System or to
496 transfer to the local retirement system operated by the ~~such~~
497 agency. If the ~~such~~ agency does not participate in a local
498 retirement system, the member shall continue membership in the
499 Florida Retirement System. In either case, ~~the~~ membership
500 continues ~~shall continue~~ for as long as the member is employed
501 by the agency to which his or her unit was transferred, merged,
502 or consolidated.

503 Section 4. Paragraph (f) of subsection (2) and paragraph
504 (e) of subsection (3) of section 121.052, Florida Statutes, are

505 amended to read:

506 121.052 Membership class of elected officers.--

507 (2) MEMBERSHIP.--The following holders of elective office,
 508 hereinafter referred to as "elected officers," whether assuming
 509 elective office by election, reelection, or appointment, are
 510 members of the Elected Officers' Class, except as provided in
 511 subsection (3):

512 (f)1. Any elected officer of a municipality or special
 513 district on or after July 1, 1997, through December 31, 2009, as
 514 provided in paragraph (3) (e).

515 2. Any elected officer of a municipality or special
 516 district on or after January 1, 2010, when the governing body of
 517 a municipality or special district, at the time it joins the
 518 Florida Retirement System for its elected officers, elects by
 519 majority vote to designate all its elected positions for
 520 inclusion in the Elected Officers' Class.

521 (3) PARTICIPATION AND WITHDRAWAL, GENERALLY.--Effective
 522 July 1, 1990, participation in the Elected Officers' Class shall
 523 be compulsory for elected officers listed in paragraphs (2) (a)-
 524 (d) and (f) assuming office on or after said date, unless the
 525 elected officer elects membership in another class or withdraws
 526 from the Florida Retirement System as provided in paragraphs
 527 (3) (a)-(d):

528 (e)1. Effective July 1, 1997, the governing body of a
 529 municipality or special district may, by majority vote, elect to
 530 designate all its elected positions for inclusion in the Elected
 531 Officers' Class. Such election shall be made between July 1,
 532 1997, and December 31, 1997, and shall be irrevocable. The

533 designation of such positions shall be effective the first day
534 of the month following receipt by the department of the
535 ordinance or resolution passed by the governing body.

536 2. Effective July 1, 2001, the governing body of a
537 municipality or special district may, by majority vote, elect to
538 designate all its elected positions for inclusion in the Elected
539 Officers' Class. Such election shall be made between July 1,
540 2001, and December 31, 2001, and shall be irrevocable. The
541 designation of such positions shall be effective the first day
542 of the month following receipt by the department of the
543 ordinance or resolution passed by the governing body.

544 3. Effective July 1, 2009, the governing body of a
545 municipality or special district may, by majority vote, elect to
546 designate all its elected positions for inclusion in the Elected
547 Officers' Class. Such election shall be made between July 1,
548 2009, and December 31, 2009, and shall be irrevocable. The
549 designation of such positions shall be effective the first day
550 of the month following receipt by the department of the
551 ordinance or resolution passed by the governing body.

552 Section 5. Subsections (1) and (2) of section 121.053,
553 Florida Statutes, are amended to read:

554 121.053 Participation in the Elected Officers' Class for
555 retired members.--

556 (1) (a) 1. Any retiree of a state-administered retirement
557 system who initially serves in an elective office in a regularly
558 established position with a covered employer on or after January
559 1, 2010, shall not be enrolled in the Florida Retirement System.

560 2. An elected officer who is elected or appointed to an

561 elective office and is participating in the Deferred Retirement
562 Option Program is subject to termination as provided in s.
563 121.021(39)(b), and reemployment limitations as provided in s.
564 121.091(9), upon completion of his or her DROP participation
565 period.

566 (b) Before January 1, 2010, any member who retired under
567 any existing system as defined in s. 121.021(2), and receives a
568 benefit thereof, and who serves in an office covered by the
569 Elected Officers' Class for a period of at least 6 years, shall
570 be entitled to receive an additional retirement benefit for such
571 elected officer service prior to July 1, 1990, under the Elected
572 Officers' Class of the Florida Retirement System, as follows:

573 1. Upon completion of 6 or more years of creditable
574 service in an office covered by the Elected Officers' Class, s.
575 121.052, such member shall notify the administrator of his or
576 her intent to purchase elected officer service prior to July 1,
577 1990, and shall pay the member contribution applicable for the
578 period being claimed, plus 4 percent interest compounded
579 annually from the first year of service claimed until July 1,
580 1975, and 6.5 percent interest compounded annually thereafter,
581 until full payment is made to the Florida Retirement System
582 Trust Fund; however, such member may purchase retirement credit
583 under the Elected Officers' Class only for such service as an
584 elected officer.

585 2. Upon payment of the amount specified in subparagraph
586 1., the employer shall pay into the Florida Retirement System
587 Trust Fund the applicable employer contribution for the period
588 of elected officer service prior to July 1, 1990, being claimed

589 by the member, plus 4 percent interest compounded annually from
590 the first year of service claimed until July 1, 1975, and 6.5
591 percent interest compounded annually thereafter, until full
592 payment is made to the Florida Retirement System Trust Fund.

593 (c)~~(b)~~ Any retired member of the Florida Retirement
594 System, or any existing system as defined in s. 121.021(2), who,
595 on or after July 1, 1990, through December 31, 2009, is serving
596 in, or is elected or appointed to, an elective office covered by
597 the Elected Officers' Class shall be enrolled in the appropriate
598 subclass of the Elected Officers' Class of the Florida
599 Retirement System, and applicable contributions shall be paid
600 into the Florida Retirement System Trust Fund as provided in s.
601 121.052(7). Pursuant thereto:

602 1. Any such retired member shall be eligible to continue
603 to receive retirement benefits as well as compensation for the
604 elected officer service for as long as he or she remains in an
605 elective office covered by the Elected Officers' Class.

606 2. If any such member serves in an elective office covered
607 by the Elected Officers' Class and becomes vested under that
608 class, he or she shall be entitled to receive an additional
609 retirement benefit for such elected officer service.

610 3. Such member shall be entitled to purchase additional
611 retirement credit in the Elected Officers' Class for any
612 postretirement service performed in an elected position eligible
613 for the Elected Officers' Class prior to July 1, 1990, or in the
614 Regular Class for any postretirement service performed in any
615 other regularly established position prior to July 1, 1991, by
616 paying the applicable Elected Officers' Class or Regular Class

617 employee and employer contributions for the period being
618 claimed, plus 4 percent interest compounded annually from the
619 first year of service claimed until July 1, 1975, and 6.5
620 percent interest compounded thereafter, until full payment is
621 made to the Florida Retirement System Trust Fund. The
622 contribution for postretirement Regular Class service between
623 July 1, 1985, and July 1, 1991, for which the reemployed retiree
624 contribution was paid, shall be the difference between such
625 contribution and the total applicable contribution for the
626 period being claimed, plus interest. The employer of such member
627 may pay the applicable employer contribution in lieu of the
628 member. If a member does not wish to claim credit for all of the
629 postretirement service for which he or she is eligible, the
630 service the member claims must be the most recent service.

631 4. Creditable service for which credit was received, or
632 which remained unclaimed, at retirement may not be claimed or
633 applied toward service credit earned following renewed
634 membership. However, service earned in accordance with the
635 renewed membership provisions in s. 121.122 may be used in
636 conjunction with creditable service earned under this paragraph,
637 provided applicable vesting requirements and other existing
638 statutory conditions required by this chapter are met.

639 5. An elected officer who is elected or appointed to an
640 elective office and is participating in the Deferred Retirement
641 Option Program before January 1, 2010, is not subject to
642 termination as provided in s. 121.021(39)(b), or reemployment
643 limitations as provided in s. 121.091(9), until the end of his
644 or her current term of office or, if the officer is

645 consecutively elected or reelected to an elective office
646 eligible for coverage under the Florida Retirement System, until
647 he or she no longer holds such an elective office, as follows:

648 a. At the end of the 60-month DROP period:

649 (I) The officer's DROP account shall accrue no additional
650 monthly benefits, but shall continue to earn interest as
651 provided in s. 121.091(13). The officer whose DROP participation
652 begins on or after January 1, 2010, shall accrue no additional
653 monthly benefit and the DROP account shall not continue to earn
654 interest as provided in s. 121.091(13) after the end of the 60-
655 month DROP period.

656 (II) No retirement contributions shall be required of the
657 employer of the elected officer and no additional retirement
658 credit shall be earned under the Florida Retirement System.

659 b. Nothing herein shall prevent an elected officer from
660 voluntarily terminating his or her elective office at any time
661 and electing to receive his or her DROP proceeds. However, until
662 termination requirements are fulfilled as provided in s.
663 121.021(39), any elected officer whose termination limitations
664 are extended by this section shall be ineligible for renewed
665 membership in the system and shall receive no pension payments,
666 DROP lump sum payments, or any other state payment other than
667 the statutorily determined salary, travel, and per diem for the
668 elective office.

669 c. Upon termination, the officer shall receive his or her
670 accumulated DROP account, plus interest, and shall accrue and
671 commence receiving monthly retirement benefits, which shall be
672 paid on a prospective basis only.

673
674 However, an officer electing to participate in the Deferred
675 Retirement Option Program on or before June 30, 2002, shall not
676 be required to terminate and shall remain subject to the
677 provisions of this subparagraph as adopted in section 1 of
678 chapter 2001-235, Laws of Florida.

679 (2) Upon attaining his or her normal retirement date and
680 payment of the amount specified in paragraphs (1) (b) and (c)
681 ~~(1) (a) and (b)~~, and upon application to the administrator of the
682 intent to retire, the member shall receive a monthly benefit
683 under this section, in addition to any benefits already being
684 received, which shall commence on the last day of the month of
685 retirement and be payable on the last day of the month
686 thereafter during his or her lifetime. The amount of such
687 monthly benefit shall be the total percentage of retirement
688 credit purchased under this section multiplied by the member's
689 average monthly compensation as an elected officer, adjusted
690 according to the option selected at retirement under s.
691 121.091(6).

692 Section 6. Paragraph (f) of subsection (1) and paragraphs
693 (c) and (e) of subsection (6) of section 121.055, Florida
694 Statutes, are amended to read:

695 121.055 Senior Management Service Class.--There is hereby
696 established a separate class of membership within the Florida
697 Retirement System to be known as the "Senior Management Service
698 Class," which shall become effective February 1, 1987.

699 (1)

700 (f) Effective July 1, 1997:

701 1. Except as provided in subparagraph 3., any elected
702 state officer eligible for membership in the Elected Officers'
703 Class under s. 121.052(2)(a), (b), or (c) who elects membership
704 in the Senior Management Service Class under s. 121.052(3)(c)
705 may, within 6 months after assuming office or within 6 months
706 after this act becomes a law for serving elected state officers,
707 elect to participate in the Senior Management Service Optional
708 Annuity Program, as provided in subsection (6), in lieu of
709 membership in the Senior Management Service Class.

710 2. Except as provided in subparagraph 3., any elected
711 ~~county~~ officer of a local agency employer eligible for
712 membership in the Elected Officers' Class under s. 121.052(2)(d)
713 who elects membership in the Senior Management Service Class
714 under s. 121.052(3)(c) may, within 6 months after assuming
715 office, or within 6 months after this act becomes a law for
716 serving elected ~~county~~ officers of a local agency employer,
717 elect to withdraw from the Florida Retirement System ~~participate~~
718 ~~in a lifetime monthly annuity program,~~ as provided in
719 subparagraph (b)2., in lieu of membership in the Senior
720 Management Service Class.

721 3. Any retiree of a state-administered retirement system
722 who is initially reemployed on or after January 1, 2010, as an
723 elected official eligible for Elected Officers' Class membership
724 shall not be eligible for renewed membership in the Senior
725 Management Service Optional Annuity Program as provided in
726 subsection (6) or to withdraw from the Florida Retirement System
727 as a renewed member as provided in subparagraph (b)2., as
728 applicable, in lieu of Senior Management Service Class

729 | membership.

730 | (6)

731 | (c) Participation.--

732 | 1. Any eligible employee who is employed on or before
 733 | February 1, 1987, may elect to participate in the optional
 734 | annuity program in lieu of participation in the Senior
 735 | Management Service Class. Such election shall be made in writing
 736 | and filed with the department and the personnel officer of the
 737 | employer on or before May 1, 1987. Any eligible employee who is
 738 | employed on or before February 1, 1987, and who fails to make an
 739 | election to participate in the optional annuity program by May
 740 | 1, 1987, shall be deemed to have elected membership in the
 741 | Senior Management Service Class.

742 | 2. Except as provided in subparagraph 6., any employee who
 743 | becomes eligible to participate in the optional annuity program
 744 | by reason of initial employment commencing after February 1,
 745 | 1987, may, within 90 days after the date of commencement of
 746 | employment, elect to participate in the optional annuity
 747 | program. Such election shall be made in writing and filed with
 748 | the personnel officer of the employer. Any eligible employee who
 749 | does not within 90 days after commencement of such employment
 750 | elect to participate in the optional annuity program shall be
 751 | deemed to have elected membership in the Senior Management
 752 | Service Class.

753 | 3. A person who is appointed to a position in the Senior
 754 | Management Service Class and who is a member of an existing
 755 | retirement system or the Special Risk or Special Risk
 756 | Administrative Support Classes of the Florida Retirement System

757 | may elect to remain in such system or class in lieu of
758 | participation in the Senior Management Service Class or optional
759 | annuity program. Such election shall be made in writing and
760 | filed with the department and the personnel officer of the
761 | employer within 90 days of such appointment. Any eligible
762 | employee who fails to make an election to participate in the
763 | existing system, the Special Risk Class of the Florida
764 | Retirement System, the Special Risk Administrative Support Class
765 | of the Florida Retirement System, or the optional annuity
766 | program shall be deemed to have elected membership in the Senior
767 | Management Service Class.

768 | 4. Except as provided in subparagraph 5., an employee's
769 | election to participate in the optional annuity program is
770 | irrevocable as long as such employee continues to be employed in
771 | an eligible position and continues to meet the eligibility
772 | requirements set forth in this paragraph.

773 | 5. Effective from July 1, 2002, through September 30,
774 | 2002, any active employee in a regularly established position
775 | who has elected to participate in the Senior Management Service
776 | Optional Annuity Program has one opportunity to choose to move
777 | from the Senior Management Service Optional Annuity Program to
778 | the Florida Retirement System defined benefit program.

779 | a. The election must be made in writing and must be filed
780 | with the department and the personnel officer of the employer
781 | before October 1, 2002, or, in the case of an active employee
782 | who is on a leave of absence on July 1, 2002, within 90 days
783 | after the conclusion of the leave of absence. This election is
784 | irrevocable.

785 b. The employee will receive service credit under the
 786 defined benefit program of the Florida Retirement System equal
 787 to his or her years of service under the Senior Management
 788 Service Optional Annuity Program. The cost for such credit shall
 789 be an amount representing the present value of that employee's
 790 accumulated benefit obligation for the affected period of
 791 service.

792 c. The employee must transfer the total accumulated
 793 employer contributions and earnings on deposit in his or her
 794 Senior Management Service Optional Annuity Program account. If
 795 the transferred amount is not sufficient to pay the amount due,
 796 the employee must pay a sum representing the remainder of the
 797 amount due. In no case may the employee retain any employer
 798 contributions or earnings thereon from the Senior Management
 799 Service Optional Annuity Program account.

800 6. Any retiree of a state-administered retirement system
 801 who is initially reemployed on or after January 1, 2010, shall
 802 not be eligible for renewed membership in the Senior Management
 803 Service Optional Annuity Program.

804 (e) Benefits.--

805 1. Benefits shall be payable under the Senior Management
 806 Service Optional Annuity Program only to participants in the
 807 program, or their beneficiaries as designated by the participant
 808 in the contract with a provider company, and such benefits shall
 809 be paid by the designated company in accordance with the terms
 810 of the annuity contract or contracts applicable to the
 811 participant. A participant must be terminated from all
 812 employment with all Florida Retirement System employers as

813 provided in s. 121.021(39) to begin receiving the employer-
814 funded benefit. Benefits funded by employer contributions shall
815 be payable under the terms of the contract ~~only as a lifetime~~
816 ~~annuity~~ to the participant, his or her beneficiary, or his or
817 her estate, in addition to ~~except for~~:

818 a. A lump-sum payment to the beneficiary upon the death of
819 the participant;

820 b. A cash-out of a de minimis account upon the request of
821 a former participant who has been terminated for a minimum of 6
822 months from the employment that entitled him or her to optional
823 annuity program participation. ~~A de minimis account is an~~
824 ~~account with a provider company containing employer~~
825 ~~contributions and accumulated earnings of not more than \$5,000~~
826 ~~made under the provisions of this chapter.~~ Such cash-out must be
827 a complete liquidation of the account balance with that company
828 and is subject to the provisions of the Internal Revenue Code;

829 c. A mandatory distribution of a de minimis account of a
830 former participant who has been terminated for a minimum of 6
831 months from the employment that entitled him or her to optional
832 annuity program participation as authorized by the department;

833 or

834 d.e. A lump-sum direct rollover distribution whereby all
835 accrued benefits, plus interest and investment earnings, are
836 paid from the participant's account directly to the custodian of
837 an eligible retirement plan, as defined in s. 402(c)(8)(B) of
838 the Internal Revenue Code, on behalf of the participant.

839

840 As used in this subparagraph, a "de minimis account" means an

841 account with a provider company containing employer
842 contributions and accumulated earnings of not more than \$5,000
843 made under this chapter.

844 2. The benefits payable to any person under the Senior
845 Management Service Optional Annuity Program, and any
846 contribution accumulated under such program, shall not be
847 subject to assignment, execution, or attachment or to any legal
848 process whatsoever.

849 3. Except as provided in subparagraph 4., a participant
850 who terminates employment and receives optional annuity program
851 benefits funded by employer contributions shall be deemed to be
852 retired from a state-administered retirement system in the event
853 of subsequent employment with any employer that participates in
854 the Florida Retirement System.

855 4. A participant who receives optional annuity program
856 benefits funded by employer contributions as a mandatory
857 distribution of a de minimis account authorized by the
858 department will not be considered a retiree.

859 Section 7. Paragraph (a) of subsection (6) of section
860 121.071, Florida Statutes, is amended to read:

861 121.071 Contributions.--Contributions to the system shall
862 be made as follows:

863 (6) (a) Required employee contributions for all service
864 other than current service, including, but not limited to, prior
865 service, past service, military service, leave-of-absence
866 service, out-of-state service, and certain non-Florida
867 Retirement System in-state service, shall be paid by cash,
868 personal check, cashier's check, ~~or~~ money order, or a direct

869 rollover or transfer from a qualified plan as provided under the
 870 Internal Revenue Code. The payment must ~~only;~~ shall be
 871 accompanied by a statement identifying the service for which
 872 payment is made, and shall be made in a lump sum for the total
 873 amount due or in annual payments of not less than \$100, except
 874 for the final payment if less than \$100, unless another method
 875 of payment is authorized by law or rule.

876 Section 8. Paragraphs (a), (b), (e), (f), and (h) of
 877 subsection (1) of section 121.081, Florida Statutes, are amended
 878 to read:

879 121.081 Past service; prior service;
 880 contributions.--Conditions under which past service or prior
 881 service may be claimed and credited are:

882 (1)(a) Past service, as defined in s. 121.021(18), may be
 883 claimed as creditable service by officers or employees of a
 884 city, metropolitan planning organization, charter school,
 885 charter technical career center, or special district who ~~that~~
 886 become a covered group under this system. The governing body of
 887 a covered group in compliance with s. 121.051(2)(b) may elect to
 888 provide benefits with respect to past service earned prior to
 889 January 1, 1975, in accordance with this chapter, and the cost
 890 for such past service shall be established by applying the
 891 following formula: The member contribution for both regular and
 892 special risk members shall be 4 percent of the gross annual
 893 salary for each year of past service claimed, plus 4-percent
 894 employer matching contribution, plus 4-percent interest thereon
 895 compounded annually, figured on each year of past service, with
 896 interest compounded from date of annual salary earned until July

897 1, 1975, and 6.5-percent interest compounded annually thereafter
898 until date of payment. Once the total cost for a member has been
899 figured to date, then after July 1, 1975, 6.5-percent compounded
900 interest shall be added each June 30 thereafter on any unpaid
901 balance until the cost of such past service liability is paid in
902 full. The following formula shall be used in calculating past
903 service earned prior to January 1, 1975: (Annual gross salary
904 multiplied by 8 percent) multiplied by the 4-percent or 6.5-
905 percent compound interest table factor, as may be applicable.
906 The resulting product equals cost to date for each particular
907 year of past service.

908 (b) Past service earned after January 1, 1975, may be
909 claimed by officers or employees of a city, metropolitan
910 planning organization, charter school, charter technical career
911 center, or special district who become ~~that becomes~~ a covered
912 group under this system. The governing body of a covered group
913 may elect to provide benefits with respect to past service
914 earned after January 1, 1975, in accordance with this chapter,
915 and the cost for such past service shall be established by
916 applying the following formula: The employer shall contribute an
917 amount equal to the contribution rate in effect at the time the
918 service was earned, multiplied by the employee's gross salary
919 for each year of past service claimed, plus 6.5-percent interest
920 thereon, compounded annually, figured on each year of past
921 service, with interest compounded from date of annual salary
922 earned until date of payment.

923 (e) Past service, as defined in s. 121.021(18), may be
924 claimed as creditable service by a member of the Florida

925 Retirement System who formerly was an officer or employee of a
 926 city, metropolitan planning organization, charter school,
 927 charter technical career center, or special district,
 928 notwithstanding the status or form of the retirement system, if
 929 any, of that city, metropolitan planning organization, charter
 930 school, charter technical career center, or special district and
 931 irrespective of whether officers or employees of that city,
 932 metropolitan planning organization, charter school, charter
 933 technical career center, or special district now or hereafter
 934 become a covered group under the Florida Retirement System. Such
 935 member may claim creditable service and be entitled to the
 936 benefits accruing to the regular class of members as provided
 937 for the past service claimed under this paragraph by paying into
 938 the retirement trust fund an amount equal to the total actuarial
 939 cost of providing the additional benefit resulting from such
 940 past-service credit, discounted by the applicable actuarial
 941 factors to date of retirement.

942 (f) If ~~When~~ any person, ~~either prior to this act or~~
 943 ~~hereafter,~~ becomes entitled to and participates ~~does participate~~
 944 in one of the retirement systems under ~~consolidated within or~~
 945 ~~created by~~ this chapter through the consolidation or merger of
 946 governments or the transfer of functions between units of
 947 government, ~~either~~ at the state or local level or between state
 948 and local units, or through the assumption of functions or
 949 activities by a state or local unit from an employing
 950 governmental entity that ~~which~~ was not an employer under the
 951 system, and such person becomes a member of the Florida
 952 Retirement System, such person is ~~shall be~~ entitled to receive

953 past-service credit ~~as defined in s. 121.021(18)~~ for the time
 954 the ~~such~~ person performed services for, and was an employee of,
 955 such state or local unit or other governmental employing entity
 956 prior to the transfer, merger, consolidation, or assumption of
 957 functions and activities. Past-service credit allowed by this
 958 paragraph is ~~shall~~ also ~~be~~ available to any person who becomes a
 959 member of an existing system, ~~as defined in s. 121.021(2)~~, prior
 960 to December 1, 1970, through the transfer, merger,
 961 consolidation, or assumption of functions and activities set
 962 forth in this paragraph and who subsequently becomes a member of
 963 the Florida Retirement System. However, credit for the past
 964 service may not be granted until contributions are made in the
 965 manner provided in this subsection. If a person rejected Florida
 966 Retirement System membership at the time of the transfer,
 967 merger, ~~or~~ consolidation, or assumption of governmental
 968 functions and activities, the required contributions shall be at
 969 total actuarial cost as specified in paragraph (e). Such
 970 contributions or accrued interest may not be paid from any
 971 public ~~state~~ funds.

972 (h) The following provisions apply to the purchase of past
 973 service:

974 1. Notwithstanding any of the provisions of this
 975 subsection, past-service credit may not be purchased under this
 976 chapter for any service that is used to obtain a pension or
 977 benefit from a ~~any~~ local retirement system. Eligibility to
 978 receive or the receipt of contributions to a retirement plan
 979 made by the employer on behalf of the employee is considered a
 980 benefit.

981 2. A member may not receive past service credit under
982 paragraphs (a), (b), (e), or (f) for any leaves of absence
983 without pay, except that credit for active military service
984 leaves of absence may be claimed under paragraphs (a), (b), and
985 (f), in accordance with s. 121.111(1).

986 3. A member may not receive past service credit for co-
987 employer service. Co-employer service or a co-employer
988 relationship is employment in a single position simultaneously
989 covered and reported by both a public employer and a private
990 employer.

991 ~~4.3.~~ If a member does not want ~~desire~~ to receive credit
992 for all of his or her past service, the period the member claims
993 must be the most recent past service prior to his or her
994 participation in the Florida Retirement System.

995 ~~5.4.~~ The cost of past service purchased by an employing
996 agency for its employees may be amortized over the ~~such~~ period
997 of time ~~as is~~ provided in the agreement, but not to exceed 15
998 years, calculated in accordance with rule 60S-1.007(5)(f),
999 Florida Administrative Code.

1000 ~~6.5.~~ The retirement account of each member for whom past
1001 service is being provided by his or her employer shall be
1002 credited with all past service the employer agrees to purchase
1003 as soon as the agreement between the employer and the department
1004 is executed. ~~Pursuant thereto:~~

1005 a. Each ~~such~~ member's account shall also be posted with
1006 the total contribution his or her employer agrees to make on ~~in~~
1007 the member's behalf for past service earned prior to October 1,
1008 1975, excluding those contributions representing the employer's

1009 matching share and the compound interest calculation on the
 1010 total contribution. However, a portion of any contributions paid
 1011 by an employer for past service credit earned on and after
 1012 October 1, 1975, may not be posted to the a member's account.

1013 b. A refund of contributions payable after an employer has
 1014 made a written agreement to purchase past service for employees
 1015 of the covered group includes ~~shall include~~ contributions for
 1016 past service which are posted to the a member's account.
 1017 However, contributions for past service earned on and after
 1018 October 1, 1975, are not refundable.

1019 Section 9. Paragraphs (b) and (c) of subsection (9) and
 1020 subsections (13) and (14) of section 121.091, Florida Statutes,
 1021 are amended to read:

1022 121.091 Benefits payable under the system.--Benefits may
 1023 not be paid under this section unless the member has terminated
 1024 employment as provided in s. 121.021(39) (a) or begun
 1025 participation in the Deferred Retirement Option Program as
 1026 provided in subsection (13), and a proper application has been
 1027 filed in the manner prescribed by the department. The department
 1028 may cancel an application for retirement benefits when the
 1029 member or beneficiary fails to timely provide the information
 1030 and documents required by this chapter and the department's
 1031 rules. The department shall adopt rules establishing procedures
 1032 for application for retirement benefits and for the cancellation
 1033 of such application when the required information or documents
 1034 are not received.

1035 (9) EMPLOYMENT AFTER RETIREMENT; LIMITATION.--

1036 (b)1. Any person who is retired under this chapter, except

1037 | under the disability retirement provisions of subsection (4),
 1038 | may be reemployed by any private or public employer after
 1039 | retirement and receive retirement benefits and compensation from
 1040 | the ~~his or her~~ employer without limitation ~~any limitations~~,
 1041 | except that the a person may not receive ~~both~~ a salary from
 1042 | reemployment with any agency participating in the Florida
 1043 | Retirement System and retirement benefits under this chapter for
 1044 | 6 calendar ~~a period of 12~~ months immediately after meeting
 1045 | ~~subsequent to the~~ definition of termination in s. 121.021(39)
 1046 | ~~date of retirement~~. However, a DROP participant may ~~shall~~
 1047 | continue employment and receive a salary during the period of
 1048 | participation in DROP ~~the Deferred Retirement Option Program~~, as
 1049 | provided in subsection (13).

1050 | 2.a. Any person to whom the limitation in subparagraph 1.
 1051 | applies ~~who violates such reemployment limitation~~ and who is
 1052 | initially reemployed on or after January 1, 2010, with any
 1053 | agency participating in the Florida Retirement System after he
 1054 | or she has been retired and met the definition of termination in
 1055 | s. 121.021(39) but before completion of the 6-month ~~12-month~~
 1056 | limitation period must ~~shall~~ give timely notice of this fact in
 1057 | writing to the employer and to the Division of Retirement and
 1058 | shall have his or her retirement benefits suspended while
 1059 | employed during ~~for~~ the balance of the 6-month ~~12-month~~
 1060 | limitation period. Any person employed in violation of this sub-
 1061 | subparagraph ~~paragraph~~ and any employing agency that ~~which~~
 1062 | ~~knowingly~~ employs or appoints such person without notifying the
 1063 | division ~~of Retirement~~ to suspend retirement benefits are ~~shall~~
 1064 | ~~be~~ jointly and severally liable for ~~reimbursement to the~~

1065 ~~retirement trust fund~~ of any benefits paid during the
1066 reemployment limitation period. To avoid liability, ~~the~~ such
1067 employing agency must ~~shall~~ have a written statement from the
1068 retiree that he or she is not retired from a state-administered
1069 retirement system. Any retirement benefits received by a retired
1070 member while reemployed during this reemployment limitation
1071 period must ~~shall~~ be repaid to the Florida Retirement System
1072 Trust Fund, and retirement benefits shall remain suspended until
1073 ~~such~~ repayment is ~~has been~~ made. Benefits suspended beyond the
1074 reemployment limitation shall apply toward repayment of benefits
1075 received in violation of the reemployment limitation.

1076 b. Any person to whom the limitation in subparagraph 1.
1077 applies who is initially reemployed prior to December 31, 2009,
1078 with any agency participating in the Florida Retirement System
1079 after he or she has been retired and met the definition of
1080 termination in s. 121.021(39) but before completion of the 12-
1081 month limitation period must give timely notice of this fact in
1082 writing to the employer and to the Division of Retirement and
1083 shall have his or her retirement benefits suspended while
1084 employed during the balance of the 12-month limitation period
1085 unless the person exceeds the 780-hour limitation in
1086 subparagraph 4. or subparagraph 5. Any person employed in
1087 violation of this sub-subparagraph and any employing agency that
1088 employs or appoints such person without notifying the division
1089 to suspend retirement benefits are jointly and severally liable
1090 for any benefits paid during the reemployment limitation period.
1091 To avoid liability, the employing agency must have a written
1092 statement from the retiree that he or she is not retired from a

1093 state-administered retirement system. Any retirement benefits
 1094 received by a retired member while reemployed during this
 1095 reemployment limitation period must be repaid to the Florida
 1096 Retirement System Trust Fund, and retirement benefits shall
 1097 remain suspended until repayment is made. Benefits suspended
 1098 beyond the reemployment limitation shall apply toward repayment
 1099 of benefits received in violation of the reemployment
 1100 limitation.

1101 (I)3. A district school board may reemploy a retired
 1102 member as a substitute or hourly teacher, education
 1103 paraprofessional as defined in s. 1012.01(2)(e), transportation
 1104 assistant, bus driver, or food service worker on a
 1105 noncontractual basis after he or she has been retired and met
 1106 the definition of termination for 1 calendar month, in
 1107 ~~accordance with~~ s. 121.021(39). A district school board may
 1108 reemploy a retired member as instructional personnel, as defined
 1109 in s. 1012.01(2)(a), on an annual contractual basis after he or
 1110 she has met the definition of termination ~~been retired for 1~~
 1111 ~~calendar month,~~ in ~~accordance with~~ s. 121.021(39). Any other
 1112 retired member who is reemployed before meeting the definition
 1113 of termination voids within 1 calendar month after retirement
 1114 ~~shall void~~ his or her application for retirement benefits. A
 1115 district school board that reemploys ~~boards reemploying~~ such
 1116 teachers, education paraprofessionals, transportation
 1117 assistants, bus drivers, or food service workers is ~~are~~ subject
 1118 to the retirement contribution required by subparagraph 3. 7.

1119 (II)4. A community college board of trustees may reemploy
 1120 a retired member as an adjunct instructor, ~~that is, an~~

1121 ~~instructor who is noncontractual and part-time,~~ or as a
1122 participant in a phased retirement program within the Florida
1123 Community College System, after he or she has been retired and
1124 met the definition of termination for 1 calendar month, in
1125 accordance with s. 121.021(39). Any retired member who is
1126 reemployed within 1 calendar month after retirement voids shall
1127 ~~void~~ his or her application for retirement benefits. A board
1128 ~~Boards~~ of trustees that reemploys ~~reemploying~~ such instructors
1129 is are subject to the retirement contribution required in
1130 subparagraph 3. 7. A retired member may be reemployed as an
1131 adjunct instructor for no more than 780 hours during the first
1132 12 calendar months after meeting the definition of termination
1133 ~~retirement.~~ Any retired member reemployed for more than 780
1134 hours during the first 12 months of retirement must shall give
1135 timely notice in writing to the employer and to the Division of
1136 Retirement of the date he or she will exceed the limitation. The
1137 division shall suspend his or her retirement benefits for the
1138 remainder of the 12-month limitation period ~~first 12 months of~~
1139 ~~retirement.~~ Any person employed in violation of this sub-sub-
1140 subparagraph ~~subparagraph~~ and any employing agency that ~~which~~
1141 ~~knowingly~~ employs or appoints such person without notifying the
1142 division ~~of Retirement~~ to suspend retirement benefits are shall
1143 ~~be~~ jointly and severally liable for ~~reimbursement to the~~
1144 ~~retirement trust fund of~~ any benefits paid during the
1145 reemployment limitation period. To avoid liability, the ~~such~~
1146 employing agency must shall have a written statement from the
1147 retiree that he or she is not retired from a state-administered
1148 retirement system. Any retirement benefits received by a retired

1149 member while reemployed in excess of 780 hours during the 12-
 1150 month limitation period must ~~first 12 months of retirement shall~~
 1151 be repaid to the Florida Retirement System Trust Fund, and
 1152 retirement benefits shall remain suspended until repayment is
 1153 made. Benefits suspended beyond the end of the 12-month
 1154 limitation period ~~retired member's first 12 months of retirement~~
 1155 shall apply toward repayment of benefits received in violation
 1156 of the 780-hour reemployment limitation.

1157 (III)5. The State University System may reemploy a retired
 1158 member as an adjunct faculty member or as a participant in a
 1159 phased retirement program within the State University System
 1160 after the retired member has met the definition of termination
 1161 ~~been retired for 1 calendar month,~~ in accordance with s.
 1162 121.021(39). Any retired member who is reemployed before meeting
 1163 the definition of termination voids ~~within 1 calendar month~~
 1164 ~~after retirement shall void~~ his or her application for
 1165 retirement benefits. The State University System is subject to
 1166 the retired contribution required in subparagraph 3. 7., as
 1167 appropriate. A retired member may be reemployed as an adjunct
 1168 faculty member or a participant in a phased retirement program
 1169 for no more than 780 hours during the first 12 calendar months
 1170 after meeting the definition of termination ~~of his or her~~
 1171 ~~retirement.~~ Any retired member reemployed for more than 780
 1172 hours during the 12-month limitation period must ~~first 12 months~~
 1173 ~~of retirement shall~~ give timely notice in writing to the
 1174 employer and to the Division of Retirement of the date he or she
 1175 will exceed the limitation. The division shall suspend his or
 1176 her retirement benefits for the remainder of the 12-month

1177 limitation period ~~first 12 months of retirement~~. Any person
 1178 employed in violation of this ~~sub-sub-subparagraph~~ subparagraph
 1179 and any employing agency that ~~which knowingly~~ employs or
 1180 appoints such person without notifying the division ~~of~~
 1181 ~~Retirement~~ to suspend retirement benefits are ~~shall be~~ jointly
 1182 and severally liable for ~~reimbursement to the retirement trust~~
 1183 ~~fund of~~ any benefits paid during the reemployment limitation
 1184 period. To avoid liability, such employing agency must ~~shall~~
 1185 have a written statement from the retiree that he or she is not
 1186 retired from a state-administered retirement system. Any
 1187 retirement benefits received by a retired member while
 1188 reemployed in excess of 780 hours during the first 12 months of
 1189 retirement must ~~shall~~ be repaid to the Florida Retirement System
 1190 Trust Fund, and retirement benefits shall remain suspended until
 1191 repayment is made. Benefits suspended beyond the end of the
 1192 retired member's 12-month limitation period ~~first 12 months of~~
 1193 ~~retirement~~ shall apply toward repayment of benefits received in
 1194 violation of the 780-hour reemployment limitation.

1195 (IV) 6. ~~The Board of Trustees of the Florida School for the~~
 1196 Deaf and the Blind may reemploy a retired member as a substitute
 1197 teacher, substitute residential instructor, or substitute nurse
 1198 on a noncontractual basis after he or she has met the definition
 1199 of termination ~~been retired for 1 calendar month,~~ in accordance
 1200 ~~with~~ s. 121.021(39). The Board of Trustees of the Florida School
 1201 for the Deaf and the Blind may reemploy a retired member as
 1202 instructional personnel, as defined in s. 1012.01(2)(a), on an
 1203 annual contractual basis after he or she has been retired and
 1204 met the definition of termination in s. 121.021(39). Any retired

1205 member who is reemployed before meeting the definition of
 1206 termination voids ~~within 1 calendar month after retirement shall~~
 1207 ~~void~~ his or her application for retirement benefits. The Board
 1208 of Trustees of the Florida School for the Deaf and the Blind
 1209 reemploying such teachers, residential instructors, or nurses is
 1210 subject to the retirement contribution required by subparagraph
 1211 3. ~~7. Reemployment of a retired member as a substitute teacher,~~
 1212 ~~substitute residential instructor, or substitute nurse is~~
 1213 ~~limited to 780 hours during the first 12 months of his or her~~
 1214 ~~retirement. Any retired member reemployed for more than 780~~
 1215 ~~hours during the first 12 months of retirement shall give timely~~
 1216 ~~notice in writing to the employer and to the division of the~~
 1217 ~~date he or she will exceed the limitation. The division shall~~
 1218 ~~suspend his or her retirement benefits for the remainder of the~~
 1219 ~~first 12 months of retirement. Any person employed in violation~~
 1220 ~~of this subparagraph and any employing agency which knowingly~~
 1221 ~~employs or appoints such person without notifying the Division~~
 1222 ~~of Retirement to suspend retirement benefits shall be jointly~~
 1223 ~~and severally liable for reimbursement to the retirement trust~~
 1224 ~~fund of any benefits paid during the reemployment limitation~~
 1225 ~~period. To avoid liability, such employing agency shall have a~~
 1226 ~~written statement from the retiree that he or she is not retired~~
 1227 ~~from a state-administered retirement system. Any retirement~~
 1228 ~~benefits received by a retired member while reemployed in excess~~
 1229 ~~of 780 hours during the first 12 months of retirement shall be~~
 1230 ~~repaid to the Retirement System Trust Fund, and his or her~~
 1231 ~~retirement benefits shall remain suspended until payment is~~
 1232 ~~made. Benefits suspended beyond the end of the retired member's~~

1233 ~~first 12 months of retirement shall apply toward repayment of~~
1234 ~~benefits received in violation of the 780-hour reemployment~~
1235 ~~limitation.~~

1236 (V) A developmental research school may reemploy a retired
1237 member as a substitute or hourly teacher or an education
1238 paraprofessional, as defined in s. 1012.01(2)(e), on a
1239 noncontractual basis after he or she has been retired and met
1240 the definition of termination in s. 121.021(39). A developmental
1241 research school may reemploy a retired member as instructional
1242 personnel, as defined in s. 1012.01(2)(a), on an annual
1243 contractual basis after he or she has been retired and met the
1244 definition of termination in s. 121.021(39). Any other retired
1245 member who is reemployed within 12 calendar months after
1246 retirement voids his or her application for retirement benefits.
1247 A developmental research school that reemploys retired teachers
1248 and education paraprofessionals is subject to the retirement
1249 contribution required by subparagraph 3.

1250 (VI) A charter school may reemploy a retired member as a
1251 substitute or hourly teacher on a noncontractual basis after he
1252 or she has been retired and met the definition of termination in
1253 s. 121.021(39). A charter school may reemploy a retired member
1254 as instructional personnel, as defined in s. 1012.01(2)(a), on
1255 an annual contractual basis after he or she has been retired and
1256 met the definition of termination in s. 121.021(39). Any other
1257 retired member who is reemployed within 12 calendar months after
1258 retirement voids his or her application for retirement benefits.
1259 A charter school that reemploys such members is subject to the
1260 retirement contribution required by subparagraph 3.

1261 3.a.7. The employment ~~by an employer~~ of a any retiree or
1262 DROP participant of a any state-administered retirement system
1263 does not affect ~~shall have no effect on~~ the average final
1264 compensation or years of creditable service of the retiree or
1265 DROP participant.

1266 b. Prior to July 1, 1991, upon employment of any person,
1267 other than an elected officer as provided in s. 121.053, who is
1268 ~~has been~~ retired under a any state-administered retirement
1269 program, the employer shall pay retirement contributions in an
1270 amount equal to the unfunded actuarial liability portion of the
1271 employer contribution which would be required for regular
1272 members of the Florida Retirement System. Effective July 1,
1273 1991, contributions shall be made as provided in s. 121.122 for
1274 retirees who have ~~with~~ renewed membership or as provided in
1275 subsection (13) for ~~with respect to~~ DROP participants.

1276 c. Any person who is retired under a state-administered
1277 retirement program and who is initially reemployed on or after
1278 January 1, 2010, may not renew membership in the Florida
1279 Retirement System. The employer shall pay retirement
1280 contributions in an amount equal to the unfunded actuarial
1281 liability portion of the employer contribution that would be
1282 required for active members of the Florida Retirement System in
1283 addition to the contributions required by s. 121.76.

1284 4.a.8. Any person who has ~~previously~~ retired and who is
1285 holding an elective public office or an appointment to an
1286 elective public office eligible for the Elected Officers' Class
1287 on or after July 1, 1990, through December 31, 2009, shall be
1288 enrolled in the Florida Retirement System as provided in s.

1289 121.053(1) (c) ~~(b)~~ or, if holding an elective public office that
 1290 does not qualify for the Elected Officers' Class on or after
 1291 July 1, 1991, through December 31, 2009, shall be enrolled in
 1292 the Florida Retirement System as provided in s. 121.122, and
 1293 shall continue to receive retirement benefits as well as
 1294 compensation for the elected officer's service for as long as he
 1295 or she remains in elective office. However, any retired member
 1296 who served in an elective office prior to July 1, 1990,
 1297 suspended his or her retirement benefit, and had his or her
 1298 Florida Retirement System membership reinstated shall, upon
 1299 retirement from such office, have his or her retirement benefit
 1300 recalculated to include the additional service and compensation
 1301 earned.

1302 b. Any person who has retired and who is holding an
 1303 elective public office or an appointment to an elective public
 1304 office initially eligible for the Elected Officers' Class on or
 1305 after January 1, 2010, shall not be enrolled in the Florida
 1306 Retirement System as provided in s. 121.053(1)(c) or, if holding
 1307 an elective public office that does not qualify for the Elected
 1308 Officers' Class and is initially eligible on or after January 1,
 1309 2010, shall not be enrolled in the Florida Retirement System as
 1310 provided in s. 121.122, and shall not continue to receive
 1311 retirement benefits during the first 6 calendar months after
 1312 meeting the definition of termination in s. 121.021(39).

1313 5.9. Any person who is holding an elective public office
 1314 which is covered by the Florida Retirement System and who is
 1315 concurrently employed in nonelected covered employment may elect
 1316 to retire while continuing employment in the elective public

1317 office ~~if, provided that~~ he or she terminates ~~shall be required~~
1318 ~~to terminate~~ his or her nonelected covered employment. Any
1319 person who exercises this election shall receive his or her
1320 retirement benefits in addition to the compensation of the
1321 elective office without regard to the time limitations otherwise
1322 provided in this subsection. A ~~No~~ person who seeks to exercise
1323 the provisions of this subparagraph, as they ~~the same~~ existed
1324 prior to May 3, 1984, may not ~~shall~~ be deemed to be retired
1325 under those provisions, unless such person is eligible to retire
1326 under the provisions of this subparagraph, as amended by chapter
1327 84-11, Laws of Florida.

1328 6. The limitations of this paragraph apply to reemployment
1329 in any capacity with an employer irrespective of the category of
1330 funds from which the person is compensated.

1331 7. The provisions of this paragraph regarding reemployment
1332 after retirement apply to DROP participants effective upon
1333 termination from employment and the end of DROP participation.

1334 ~~10. The limitations of this paragraph apply to~~
1335 ~~reemployment in any capacity with an "employer" as defined in s.~~
1336 ~~121.021(10), irrespective of the category of funds from which~~
1337 ~~the person is compensated.~~

1338 ~~11. An employing agency may reemploy a retired member as a~~
1339 ~~firefighter or paramedic after the retired member has been~~
1340 ~~retired for 1 calendar month, in accordance with s. 121.021(39).~~
1341 ~~Any retired member who is reemployed within 1 calendar month~~
1342 ~~after retirement shall void his or her application for~~
1343 ~~retirement benefits. The employing agency reemploying such~~
1344 ~~firefighter or paramedic is subject to the retired contribution~~

1345 ~~required in subparagraph 8. Reemployment of a retired~~
1346 ~~firefighter or paramedic is limited to no more than 780 hours~~
1347 ~~during the first 12 months of his or her retirement. Any retired~~
1348 ~~member reemployed for more than 780 hours during the first 12~~
1349 ~~months of retirement shall give timely notice in writing to the~~
1350 ~~employer and to the division of the date he or she will exceed~~
1351 ~~the limitation. The division shall suspend his or her retirement~~
1352 ~~benefits for the remainder of the first 12 months of retirement.~~
1353 ~~Any person employed in violation of this subparagraph and any~~
1354 ~~employing agency which knowingly employs or appoints such person~~
1355 ~~without notifying the Division of Retirement to suspend~~
1356 ~~retirement benefits shall be jointly and severally liable for~~
1357 ~~reimbursement to the Retirement System Trust Fund of any~~
1358 ~~benefits paid during the reemployment limitation period. To~~
1359 ~~avoid liability, such employing agency shall have a written~~
1360 ~~statement from the retiree that he or she is not retired from a~~
1361 ~~state-administered retirement system. Any retirement benefits~~
1362 ~~received by a retired member while reemployed in excess of 780~~
1363 ~~hours during the first 12 months of retirement shall be repaid~~
1364 ~~to the Retirement System Trust Fund, and retirement benefits~~
1365 ~~shall remain suspended until repayment is made. Benefits~~
1366 ~~suspended beyond the end of the retired member's first 12 months~~
1367 ~~of retirement shall apply toward repayment of benefits received~~
1368 ~~in violation of the 780-hour reemployment limitation.~~

1369 (c) The provisions of this subsection apply to retirees,
1370 as defined in s. 121.4501(2)(j), of the Public Employee Optional
1371 Retirement Program created in part II, subject to the following
1372 conditions:

1373 1. Such retirees may not be reemployed with an employer
 1374 participating in the Florida Retirement System as provided in
 1375 paragraph (b) until such person has been retired for 6 ~~3~~
 1376 calendar months, ~~unless the participant has reached the normal~~
 1377 ~~retirement requirements of the defined benefit plan as provided~~
 1378 ~~in s. 121.021(29).~~

1379 2. Such retiree employed in violation of this subsection
 1380 and any employing agency that ~~knowingly~~ employs or appoints such
 1381 person shall be jointly and severally liable for reimbursement
 1382 of any benefits paid to the retirement trust fund from which the
 1383 benefits were paid, including the Retirement System Trust Fund
 1384 and the Public Employee Optional Retirement Program Trust Fund,
 1385 as appropriate. To avoid liability, such employing agency must
 1386 have a written statement from the retiree that he or she is not
 1387 retired from a state-administered retirement system.

1388 (13) DEFERRED RETIREMENT OPTION PROGRAM.--In general, and
 1389 subject to ~~the provisions of~~ this section, the Deferred
 1390 Retirement Option Program, hereinafter referred to as ~~the~~ DROP,
 1391 is a program under which an eligible member of the Florida
 1392 Retirement System may elect to participate, deferring receipt of
 1393 retirement benefits while continuing employment with his or her
 1394 Florida Retirement System employer. The deferred monthly
 1395 benefits shall accrue in the Florida Retirement System Trust
 1396 Fund on behalf of the participant, plus interest compounded
 1397 monthly, for the specified period of the DROP participation, as
 1398 provided in paragraph (c). Upon termination of employment, the
 1399 participant shall receive the total DROP benefits and begin to
 1400 receive the previously determined normal retirement benefits.

1401 Participation in the DROP does not guarantee employment for the
 1402 specified period of DROP. Participation in ~~the~~ DROP by an
 1403 eligible member beyond the initial 60-month period as authorized
 1404 in this subsection shall be on an annual contractual basis for
 1405 all participants.

1406 (a) Eligibility of member to participate in ~~the~~ DROP.--All
 1407 active Florida Retirement System members in a regularly
 1408 established position, and all active members of ~~either~~ the
 1409 Teachers' Retirement System established in chapter 238 or the
 1410 State and County Officers' and Employees' Retirement System
 1411 established in chapter 122, which systems are consolidated
 1412 within the Florida Retirement System under s. 121.011, are
 1413 eligible to elect participation in ~~the~~ DROP if provided that:

1414 1. The member is not a renewed member of ~~the Florida~~
 1415 ~~Retirement System~~ under s. 121.122~~7~~, or a member of the State
 1416 Community College System Optional Retirement Program under s.
 1417 121.051, the Senior Management Service Optional Annuity Program
 1418 under s. 121.055, or the optional retirement program for the
 1419 State University System under s. 121.35.

1420 2. Except as provided in subparagraph 6., election to
 1421 participate is made within 12 months immediately following the
 1422 date on which the member first reaches normal retirement date,
 1423 or, for a member who reaches normal retirement date based on
 1424 service before he or she reaches age 62, or age 55 for Special
 1425 Risk Class members, election to participate may be deferred to
 1426 the 12 months immediately following the date the member attains
 1427 57, or age 52 for Special Risk Class members. A member who
 1428 delays DROP participation during the 12-month period immediately

1429 following his or her maximum DROP deferral date, except as
1430 provided in subparagraph 6., loses a month of DROP participation
1431 for each month delayed. For a member who first reached normal
1432 ~~retirement date or the deferred eligibility date described above~~
1433 ~~prior to the effective date of this section, election to~~
1434 ~~participate shall be made within 12 months after the effective~~
1435 ~~date of this section. A member who fails to make an election~~
1436 ~~within the such 12-month limitation period forfeits shall~~
1437 ~~forfeit~~ all rights to participate in the DROP. The member shall
1438 advise his or her employer and the division in writing of the
1439 date ~~on which the~~ DROP begins ~~shall begin. The~~ ~~Such~~ beginning
1440 date may be subsequent to the 12-month election period, but must
1441 be within the original 60-month participation ~~or, with respect~~
1442 ~~to members who are instructional personnel employed by the~~
1443 ~~Florida School for the Deaf and the Blind and who have received~~
1444 ~~authorization by the Board of Trustees of the Florida School for~~
1445 ~~the Deaf and the Blind to participate in the DROP beyond 60~~
1446 ~~months, or who are instructional personnel as defined in s.~~
1447 ~~1012.01(2)(a)-(d) in grades K-12 and who have received~~
1448 ~~authorization by the district school superintendent to~~
1449 ~~participate in the DROP beyond 60 months, the 96-month~~
1450 ~~limitation period as provided in subparagraph (b)1. When~~
1451 ~~establishing eligibility of the member to participate in the~~
1452 ~~DROP for the 60-month or, with respect to members who are~~
1453 ~~instructional personnel employed by the Florida School for the~~
1454 ~~Deaf and the Blind and who have received authorization by the~~
1455 ~~Board of Trustees of the Florida School for the Deaf and the~~
1456 ~~Blind to participate in the DROP beyond 60 months, or who are~~

1457 ~~instructional personnel as defined in s. 1012.01(2)(a)-(d) in~~
1458 ~~grades K-12 and who have received authorization by the district~~
1459 ~~school superintendent to participate in the DROP beyond 60~~
1460 ~~months, the 96-month maximum participation period, the member~~
1461 may elect to include or exclude any optional service credit
1462 purchased by the member from the total service used to establish
1463 the normal retirement date. A member who has ~~with~~ dual normal
1464 retirement dates is ~~shall be~~ eligible to elect to participate in
1465 DROP ~~within 12 months~~ after attaining normal retirement date in
1466 either class.

1467 3. The employer of a member electing to participate in ~~the~~
1468 DROP, or employers if dually employed, shall acknowledge in
1469 writing to the division the date the member's participation in
1470 ~~the~~ DROP begins and the date the member's employment and DROP
1471 participation will terminate.

1472 4. Simultaneous employment of a participant by additional
1473 Florida Retirement System employers subsequent to the
1474 commencement of participation in ~~the~~ DROP is ~~shall be~~
1475 permissible if provided such employers acknowledge in writing a
1476 DROP termination date no later than the participant's existing
1477 termination date or the maximum participation 60-month
1478 ~~limitation~~ period ~~as~~ provided in subparagraph (b)1.

1479 5. A DROP participant may change employers while
1480 participating in ~~the~~ DROP, subject to the following:

1481 a. A change of employment must take place without a break
1482 in service so that the member receives salary for each month of
1483 continuous DROP participation. If a member receives no salary
1484 during a month, DROP participation shall cease unless the

1485 employer verifies a continuation of the employment relationship
1486 for such participant pursuant to s. 121.021(39) (b).

1487 b. Such participant and new employer shall notify the
1488 division of the identity of the new employer on forms required
1489 by the division ~~as to the identity of the new employer.~~

1490 c. The new employer shall acknowledge, in writing, the
1491 participant's DROP termination date, which may be extended but
1492 not beyond the maximum participation ~~original 60-month or, with~~
1493 ~~respect to members who are instructional personnel employed by~~
1494 ~~the Florida School for the Deaf and the Blind and who have~~
1495 ~~received authorization by the Board of Trustees of the Florida~~
1496 ~~School for the Deaf and the Blind to participate in the DROP~~
1497 ~~beyond 60 months, or who are instructional personnel as defined~~
1498 ~~in s. 1012.01(2) (a) - (d) in grades K-12 and who have received~~
1499 ~~authorization by the district school superintendent to~~
1500 ~~participate in the DROP beyond 60 months, the 96-month period~~
1501 provided in subparagraph (b)1., shall acknowledge liability for
1502 any additional retirement contributions and interest required if
1503 the participant fails to timely terminate employment, and is
1504 ~~shall be~~ subject to the adjustment required in sub-subparagraph
1505 (c)5.d.

1506 6. Effective July 1, 2001, for instructional personnel as
1507 defined in s. 1012.01(2), election to participate in ~~the~~ DROP
1508 may shall be made at any time following the date on which the
1509 member first reaches normal retirement date. The member shall
1510 advise his or her employer and the division in writing of the
1511 date on which DROP begins ~~the Deferred Retirement Option Program~~
1512 ~~shall begin~~. When establishing eligibility of the member to

1513 participate in ~~the~~ DROP for the 60-month ~~or, with respect to~~
 1514 ~~members who are instructional personnel employed by the Florida~~
 1515 ~~School for the Deaf and the Blind and who have received~~
 1516 ~~authorization by the Board of Trustees of the Florida School for~~
 1517 ~~the Deaf and the Blind to participate in the DROP beyond 60~~
 1518 ~~months, or who are instructional personnel as defined in s.~~
 1519 ~~1012.01(2) (a)-(d) in grades K-12 and who have received~~
 1520 ~~authorization by the district school superintendent to~~
 1521 ~~participate in the DROP beyond 60 months, the 96-month maximum~~
 1522 ~~participation period, as provided in subparagraph (b)1., the~~
 1523 member may elect to include or exclude any optional service
 1524 credit purchased by the member from the total service used to
 1525 establish the normal retirement date. A member who has ~~with~~ dual
 1526 normal retirement dates is ~~shall be~~ eligible to elect to
 1527 participate in either class.

1528 (b) Participation in ~~the~~ DROP.--

1529 1.a. Except as provided in sub-subparagraph b., an
 1530 eligible member may elect to participate in ~~the~~ DROP for a
 1531 period not to exceed a maximum of 60 calendar months. ~~or, with~~
 1532 ~~respect to~~

1533 b. Members who are instructional personnel employed by the
 1534 Florida School for the Deaf and the Blind and authorized ~~who~~
 1535 ~~have received authorization~~ by the Board of Trustees of the
 1536 Florida School for the Deaf and the Blind ~~to participate in the~~
 1537 ~~DROP beyond 60 months, or~~ who are instructional personnel as
 1538 defined in s. 1012.01(2) (a)-(d) in grades K-12 and authorized
 1539 ~~who have received authorization~~ by the district school
 1540 superintendent ~~to participate in the DROP beyond 60 calendar~~

1541 ~~months, or who are instructional personnel as defined in s.~~
1542 ~~1012.01(2)(a) employed by a developmental research school and~~
1543 ~~authorized by the school's director, or if the school has no~~
1544 ~~director, by the school's principal, may participate in DROP for~~
1545 ~~up to 36 calendar months beyond the 60-month period specified in~~
1546 ~~sub-subparagraph a. 96 calendar months immediately following the~~
1547 ~~date on which the member first reaches his or her normal~~
1548 ~~retirement date or the date to which he or she is eligible to~~
1549 ~~defer his or her election to participate as provided in~~
1550 ~~subparagraph (a)2. However, a member who has reached normal~~
1551 ~~retirement date prior to the effective date of the DROP shall be~~
1552 ~~eligible to participate in the DROP for a period of time not to~~
1553 ~~exceed 60 calendar months or, with respect to members who are~~
1554 ~~instructional personnel employed by the Florida School for the~~
1555 ~~Deaf and the Blind and who have received authorization by the~~
1556 ~~Board of Trustees of the Florida School for the Deaf and the~~
1557 ~~Blind to participate in the DROP beyond 60 months, or who are~~
1558 ~~instructional personnel as defined in s. 1012.01(2)(a)-(d) in~~
1559 ~~grades K-12 and who have received authorization by the district~~
1560 ~~school superintendent to participate in the DROP beyond 60~~
1561 ~~calendar months, 96 calendar months immediately following the~~
1562 ~~effective date of the DROP, except a member of the Special Risk~~
1563 ~~Class who has reached normal retirement date prior to the~~
1564 ~~effective date of the DROP and whose total accrued value exceeds~~
1565 ~~75 percent of average final compensation as of his or her~~
1566 ~~effective date of retirement shall be eligible to participate in~~
1567 ~~the DROP for no more than 36 calendar months immediately~~
1568 ~~following the effective date of the DROP.~~

1569 2. Upon deciding to participate in ~~the~~ DROP, the member
 1570 shall submit, on forms required by the division:

1571 a. A written election to participate in ~~the~~ DROP;

1572 b. Selection of ~~the~~ DROP participation and termination
 1573 dates that, ~~which~~ satisfy the limitations stated in paragraph
 1574 (a) and subparagraph 1. The ~~Such~~ termination date must ~~shall~~ be
 1575 in a binding letter of resignation to ~~with~~ the employer,
 1576 establishing a deferred termination date. The member may change
 1577 the termination date within the limitations of subparagraph 1.,
 1578 but only with the written approval of the ~~his or her~~ employer;

1579 c. A properly completed DROP application for service
 1580 retirement as provided in this section; and

1581 d. Any other information required by the division.

1582 3. The DROP participant is ~~shall be~~ a retiree under the
 1583 Florida Retirement System for all purposes, except for paragraph
 1584 (5) (f) and subsection (9) and ss. 112.3173, 112.363, 121.053,
 1585 and 121.122. DROP participation is final and cannot be canceled
 1586 by the participant after the first payment is credited during
 1587 the DROP participation period. However, participation in ~~the~~
 1588 DROP does not alter the participant's employment status, and the
 1589 member is ~~such employee shall~~ not be deemed retired from
 1590 employment until his or her deferred resignation is effective
 1591 and termination occurs as provided in s. 121.021(39).

1592 4. Elected officers are ~~shall be~~ eligible to participate
 1593 in ~~the~~ DROP subject to the following:

1594 a. An elected officer who reaches normal retirement date
 1595 during a term of office may defer the election to participate in
 1596 ~~the~~ DROP until the next succeeding term in that office. An ~~Such~~

1597 | elected officer who exercises this option may participate in ~~the~~
 1598 | DROP for up to 60 calendar months or a period of no longer than
 1599 | the ~~such~~ succeeding term of office, whichever is less.

1600 | b. An elected or a nonelected participant may run for a
 1601 | term of office while participating in DROP and, if elected,
 1602 | extend the DROP termination date accordingly; ~~except,~~ however,
 1603 | if such additional term of office exceeds the 60-month
 1604 | limitation established in subparagraph 1., and the officer does
 1605 | not resign from office within such 60-month limitation, the
 1606 | retirement and the participant's DROP is ~~shall be~~ null and void
 1607 | as provided in sub-subparagraph (c)5.d.

1608 | c. (I) For DROP participation beginning before January 1,
 1609 | 2010, an elected officer who is dually employed and elects to
 1610 | participate in DROP must meet ~~shall be required to satisfy~~ the
 1611 | definition of termination in s. 121.021(39) within the original
 1612 | 60-month period or maximum participation, ~~with respect to~~
 1613 | ~~members who are instructional personnel employed by the Florida~~
 1614 | ~~School for the Deaf and the Blind and who have received~~
 1615 | ~~authorization by the Board of Trustees of the Florida School for~~
 1616 | ~~the Deaf and the Blind to participate in the DROP beyond 60~~
 1617 | ~~months, or who are instructional personnel as defined in s.~~
 1618 | ~~1012.01(2) (a) - (d) in grades K-12 and who have received~~
 1619 | ~~authorization by the district school superintendent to~~
 1620 | ~~participate in the DROP beyond 60 months, the 96-month~~
 1621 | ~~limitation~~ period as provided in subparagraph 1. for the
 1622 | nonelected position and may continue employment as an elected
 1623 | officer as provided in s. 121.053. The elected officer shall
 1624 | ~~will~~ be enrolled as a renewed member in the Elected Officers'

1625 Class or the Regular Class, as provided in ss. 121.053 and
1626 121.122, on the first day of the month after termination of
1627 employment in the nonelected position and termination of DROP.
1628 Distribution of ~~the~~ DROP benefits shall be made as provided in
1629 paragraph (c).

1630 (II) For DROP participation beginning on or after January
1631 1, 2010, an elected officer who is dually employed and elects to
1632 participate in DROP must meet the definition of termination in
1633 s. 121.021(39) within the original 60-month period or maximum
1634 participation period as provided in subparagraph 1.

1635 (c) Benefits payable under ~~the~~ DROP.--

1636 1. Effective on ~~with~~ the date of DROP participation, the
1637 member's initial normal monthly benefit, including creditable
1638 service, optional form of payment, and average final
1639 compensation, and the effective date of retirement are ~~shall be~~
1640 fixed. The beneficiary established under the Florida Retirement
1641 System shall be the beneficiary eligible to receive any DROP
1642 benefits payable if the DROP participant dies prior to the
1643 completion of the period of DROP participation. If ~~In the event~~
1644 a joint annuitant predeceases the member, the member may name a
1645 beneficiary to receive accumulated DROP benefits payable. The
1646 ~~Such~~ retirement benefit, the annual cost of living adjustments
1647 provided in s. 121.101, and interest shall accrue monthly in the
1648 Florida Retirement System Trust Fund. The ~~Such~~ interest shall
1649 accrue at an effective annual rate of 6.5 percent compounded
1650 monthly, on the prior month's accumulated ending balance, up to
1651 the month of termination or death, except as provided in s.
1652 121.053(1)(b)5.

1653 2. Each employee who elects to participate in ~~the~~ DROP may
 1654 ~~shall be allowed to~~ elect to receive a lump-sum payment for
 1655 accrued annual leave earned in accordance with agency policy
 1656 upon beginning participation in ~~the~~ DROP. The ~~Such~~ accumulated
 1657 leave payment certified to the division upon commencement of
 1658 DROP shall be included in the calculation of the member's
 1659 average final compensation. The employee electing the ~~such~~ lump-
 1660 sum payment is ~~upon beginning participation in DROP will~~ not be
 1661 eligible to receive a second lump-sum payment upon termination,
 1662 except to the extent the employee has earned additional annual
 1663 leave which, combined with the original payment, does not exceed
 1664 the maximum lump-sum payment allowed by the employing agency's
 1665 policy or rules. An ~~Such~~ early lump-sum payment shall be based
 1666 on the hourly wage of the employee at the time he or she begins
 1667 participation in ~~the~~ DROP. If the member elects to wait and
 1668 receive a ~~such~~ lump-sum payment upon termination of DROP and
 1669 termination of employment with the employer, any accumulated
 1670 leave payment made at that time may not ~~cannot~~ be included in
 1671 the member's retirement benefit, which was determined and fixed
 1672 by law when the employee elected to participate in ~~the~~ DROP.

1673 3. The effective date of DROP participation and the
 1674 effective date of retirement of a DROP participant shall be the
 1675 first day of the month selected by the member to begin
 1676 participation in ~~the~~ DROP, provided such date is properly
 1677 established, with the written confirmation of the employer, and
 1678 the approval of the division, on forms required by the division.

1679 4. Normal retirement benefits and any interest ~~thereon~~
 1680 shall continue to accrue in ~~the~~ DROP until the established

1681 termination date of ~~the~~ DROP, or until the participant
 1682 terminates employment or dies prior to such date, except as
 1683 provided in s. 121.053(1)(b)5. Although individual DROP accounts
 1684 shall not be established, a separate accounting of each
 1685 participant's accrued benefits under ~~the~~ DROP shall be
 1686 calculated and provided to participants.

1687 5. At the conclusion of the participant's DROP, the
 1688 division shall distribute the participant's total accumulated
 1689 DROP benefits, subject to the following provisions:

1690 a. The division shall receive verification by the
 1691 participant's employer or employers that the ~~such~~ participant
 1692 has terminated employment as provided in s. 121.021(39)(b).

1693 b. The terminated DROP participant or, if deceased, the
 1694 ~~such~~ participant's named beneficiary, shall elect on forms
 1695 provided by the division to receive payment of the DROP benefits
 1696 in accordance with one of the options listed below. If ~~For~~ a
 1697 participant or beneficiary ~~who~~ fails to elect a method of
 1698 payment within 60 days after ~~of~~ termination of ~~the~~ DROP, the
 1699 division shall ~~will~~ pay a lump sum as provided in sub-sub-
 1700 subparagraph (I).

1701 (I) Lump sum.--All accrued DROP benefits, plus interest,
 1702 less withholding taxes remitted to the Internal Revenue Service,
 1703 shall be paid to the DROP participant or surviving beneficiary.

1704 (II) Direct rollover.--All accrued DROP benefits, plus
 1705 interest, shall be paid from ~~the~~ DROP directly to the custodian
 1706 of an eligible retirement plan as defined in s. 402(c)(8)(B) of
 1707 the Internal Revenue Code. However, in the case of an eligible
 1708 rollover distribution to the surviving spouse of a deceased

1709 participant, an eligible retirement plan is an individual
1710 retirement account or an individual retirement annuity as
1711 described in s. 402(c)(9) of the Internal Revenue Code.

1712 (III) Partial lump sum.--A portion of the accrued DROP
1713 benefits shall be paid to the DROP participant or surviving
1714 spouse, less withholding taxes remitted to the Internal Revenue
1715 Service, and the remaining DROP benefits shall be transferred
1716 directly to the custodian of an eligible retirement plan as
1717 defined in s. 402(c)(8)(B) of the Internal Revenue Code.
1718 However, in the case of an eligible rollover distribution to the
1719 surviving spouse of a deceased participant, an eligible
1720 retirement plan is an individual retirement account or an
1721 individual retirement annuity as described in s. 402(c)(9) of
1722 the Internal Revenue Code. The proportions shall be specified by
1723 the DROP participant or surviving beneficiary.

1724 c. The form of payment selected by the DROP participant or
1725 surviving beneficiary must comply ~~complies~~ with the minimum
1726 distribution requirements of the Internal Revenue Code.

1727 d. A DROP participant who fails to terminate employment as
1728 defined in s. 121.021(39)(b) shall be deemed as not ~~to be~~
1729 retired, and the DROP election is ~~shall be~~ null and void.
1730 Florida Retirement System membership shall be reestablished
1731 retroactively to the date of the commencement of ~~the~~ DROP, and
1732 each employer with whom the participant continues employment
1733 must ~~shall be required to~~ pay to the Florida Retirement System
1734 Trust Fund the difference between the DROP contributions paid in
1735 paragraph (h) ~~(i)~~ and the contributions required for the
1736 applicable Florida Retirement System class of membership during

1737 the period the member participated in ~~the~~ DROP, plus 6.5 percent
1738 interest compounded annually.

1739 6. The retirement benefits of any DROP participant who
1740 meets the definition of termination in s. 121.021(39)(b) but is
1741 in violation of the reemployment provisions as provided in
1742 subsection (9) shall be suspended during those months in which
1743 the member is in violation. Any member employed in violation of
1744 this subparagraph and any employing agency that employs or
1745 appoints such member without notifying the Division of
1746 Retirement to suspend retirement benefits are jointly and
1747 severally liable for any benefits paid during the reemployment
1748 limitation period. To avoid liability, the employing agency must
1749 have a written statement from the retiree that he or she is not
1750 retired from a state-administered retirement system. Any
1751 retirement benefits received by a retired member while employed
1752 in violation of the reemployment limitations during the first 6
1753 months after meeting termination in s. 121.021(39) must be
1754 repaid to the Florida Retirement System Trust Fund, and his or
1755 her retirement benefits shall remain suspended until payment is
1756 made. Benefits suspended beyond the end of the retired member's
1757 first 6 calendar months after meeting the definition of
1758 termination in s. 121.021(39)(b) shall apply toward repayment of
1759 benefits received in violation of the reemployment limitation.

1760 ~~7.6.~~ The accrued benefits of any DROP participant, and any
1761 contributions accumulated under the ~~such~~ program, are ~~shall~~ not
1762 ~~be~~ subject to assignment, execution, attachment, or ~~to~~ any legal
1763 process whatsoever, except for qualified domestic relations
1764 orders by a court of competent jurisdiction, income deduction

1765 orders as provided in s. 61.1301, and federal income tax levies.

1766 ~~8.7.~~ DROp participants are ~~shall~~ not be eligible for
1767 disability retirement benefits as provided in subsection (4).

1768 (d) Death benefits under ~~the~~ DROp.--

1769 1. Upon the death of a DROp participant, the named
1770 beneficiary shall be entitled to apply for and receive the
1771 accrued benefits in ~~the~~ DROp as provided in sub-subparagraph
1772 (c)5.b.

1773 2. The normal retirement benefit accrued to ~~the~~ DROp
1774 during the month of a participant's death shall be the final
1775 monthly benefit credited for such DROp participant.

1776 3. Eligibility to participate in ~~the~~ DROp terminates upon
1777 death of the participant. If the participant dies on or after
1778 the effective date of enrollment in ~~the~~ DROp, but prior to the
1779 first monthly benefit being credited to ~~the~~ DROp, Florida
1780 Retirement System benefits shall be paid in accordance with
1781 subparagraph (7) (c)1. or subparagraph 2.

1782 4. A DROp participant's ~~participants'~~ survivors shall not
1783 be eligible to receive Florida Retirement System death benefits
1784 as provided in paragraph (7) (d).

1785 (e) Cost-of-living adjustment.--On each July 1, the
1786 participant's ~~participants'~~ normal retirement benefit shall be
1787 increased as provided in s. 121.101.

1788 (f) Retiree health insurance subsidy.--DROp participants
1789 are not eligible to apply for the retiree health insurance
1790 subsidy payments as provided in s. 112.363 until such
1791 participants have terminated employment and participation in ~~the~~
1792 DROp.

1793 ~~(g) Renewed membership. DRO~~
 1794 ~~participants shall not be~~
 1795 ~~eligible for renewed membership in the Florida Retirement System~~
 1796 ~~under ss. 121.053 and 121.122 until termination of employment is~~
 1797 ~~effectuated as provided in s. 121.021(39) (b).~~

1797 (g)(h) Employment limitation after DROP
 1798 participation.--Upon satisfying the definition of termination of
 1799 employment as provided in s. 121.021(39) (b), DROP participants
 1800 shall be subject to such reemployment limitations as other
 1801 retirees. Reemployment restrictions applicable to retirees as
 1802 provided in subsection (9) shall not apply to DROP participants
 1803 until their employment and participation in ~~the~~ DROP are
 1804 terminated.

1805 (h)(i) Contributions.--

1806 1. All employers paying the salary of a DROP participant
 1807 filling a regularly established position shall contribute 8.0
 1808 percent of such participant's gross compensation for the period
 1809 of July 1, 2002, through June 30, 2003, and the percentage 11.56
 1810 ~~percent~~ of such compensation required by s. 121.71 thereafter,
 1811 which shall constitute the entire employer DROP contribution
 1812 with respect to such participant. Such contributions, payable to
 1813 the Florida Retirement System Trust Fund in the same manner as
 1814 required in s. 121.071, shall be made as appropriate for each
 1815 pay period and are in addition to contributions required for
 1816 social security and the Retiree Health Insurance Subsidy Trust
 1817 Fund. Such employer, social security, and health insurance
 1818 subsidy contributions are not included in ~~the~~ DROP.

1819 2. The employer shall, in addition to subparagraph 1.,
 1820 also withhold one-half of the entire social security

1821 contribution required for the participant. Contributions for
 1822 social security by each participant and each employer, in the
 1823 amount required for social security coverage as now or hereafter
 1824 provided by the federal Social Security Act, shall be in
 1825 addition to contributions specified in subparagraph 1.

1826 3. All employers paying the salary of a DROP participant
 1827 filling a regularly established position shall contribute the
 1828 percent of such participant's gross compensation required in s.
 1829 121.071(4), which shall constitute the employer's health
 1830 insurance subsidy contribution with respect to such participant.
 1831 Such contributions shall be deposited by the administrator in
 1832 the Retiree Health Insurance Subsidy Trust Fund.

1833 (i)~~(j)~~ Forfeiture of retirement benefits.--Nothing in this
 1834 section shall be construed to remove DROP participants from the
 1835 scope of s. 8(d), Art. II of the State Constitution, s.
 1836 112.3173, and paragraph (5)(f). DROP participants who commit a
 1837 specified felony offense while employed will be subject to
 1838 forfeiture of all retirement benefits, including DROP benefits,
 1839 pursuant to those provisions of law.

1840 (j)~~(k)~~ Administration of program.--The division shall make
 1841 such rules as are necessary for the effective and efficient
 1842 administration of this subsection. The division shall not be
 1843 required to advise members of the federal tax consequences of an
 1844 election related to ~~the~~ DROP but may advise members to seek
 1845 independent advice.

1846 (14) PAYMENT OF BENEFITS.--This subsection applies to the
 1847 payment of benefits to a payee (retiree or beneficiary) under
 1848 the Florida Retirement System:

1849 (a) Federal income tax shall be withheld in accordance
1850 with federal law, unless the payee elects otherwise on Form W-
1851 4P. The division shall prepare and distribute to each recipient
1852 of monthly retirement benefits an appropriate income tax form
1853 that reflects the recipient's income and federal income tax
1854 withheld for the calendar year just ended.

1855 (b) Subject to approval by the division in accordance with
1856 rule 60S-4.015, Florida Administrative Code, a payee receiving
1857 retirement benefits under the ~~Florida Retirement~~ system may also
1858 have the following payments deducted from his or her monthly
1859 benefit:

1860 1. Premiums for life and health-related insurance policies
1861 from approved companies.

1862 2. Life insurance premiums for the State Group Life
1863 Insurance Plan, if authorized in writing by the payee and by the
1864 department ~~of Management Services~~.

1865 3. Repayment of overpayments from the Florida Retirement
1866 System Trust Fund, the State Employees' Health Insurance Trust
1867 Fund, or the State Employees' Life Insurance Trust Fund, upon
1868 notification of the payee.

1869 4. Payments to an alternate payee for alimony or child
1870 support pursuant to an income deduction order under s. 61.1301,
1871 or division of marital assets pursuant to a qualified domestic
1872 relations order under s. 222.21 ~~or an income deduction order~~
1873 ~~under s. 61.1301.~~

1874 5. Payments to the Internal Revenue Service for federal
1875 income tax levies, upon notification of the division by the
1876 Internal Revenue Service.

1877 (c) A payee must ~~shall~~ notify the division of any change
1878 in his or her address. The division may suspend benefit payments
1879 to a payee if correspondence sent to the payee's mailing address
1880 is returned due to an incorrect address. Benefit payments shall
1881 be resumed upon notification to the division of the payee's new
1882 address.

1883 (d) A payee whose retirement benefits are reduced by the
1884 application of maximum benefit limits under s. 415(b) of the
1885 Internal Revenue Code, as specified in s. 121.30(5), shall have
1886 the portion of his or her calculated benefit in the Florida
1887 Retirement System defined benefit plan which exceeds such
1888 federal limitation paid through the Florida Retirement System
1889 Preservation of Benefits Plan, as provided in s. 121.1001.

1890 (e) The Division of Retirement may issue retirement
1891 benefits payable for division of marital assets pursuant to a
1892 qualified domestic relations order directly to the alternate
1893 payee, any court order to the contrary notwithstanding, in order
1894 to meet Internal Revenue Code requirements.

1895 (f) ~~(e)~~ A ~~No~~ benefit may not be reduced for the purpose of
1896 preserving the member's eligibility for a federal program.

1897 (g) ~~(f)~~ The division shall adopt rules establishing
1898 procedures for determining that ~~the~~ persons to whom benefits are
1899 being paid are still living. The division shall suspend the
1900 benefits being paid to any payee if ~~when~~ it is unable to contact
1901 such payee and to confirm that he or she is still living.

1902 Section 10. Section 121.1115, Florida Statutes, is amended
1903 to read:

1904 121.1115 Purchase of retirement credit for out-of-state or

1905 ~~and~~ federal service.--Effective January 1, 1995, a member ~~of the~~
 1906 ~~Florida Retirement System~~ may purchase creditable service for
 1907 periods of public employment in another state and receive
 1908 creditable service for such periods of employment. Service with
 1909 the Federal Government, including any active military service,
 1910 may be claimed. Upon completion of each year of service earned
 1911 under the Florida Retirement System, a member may purchase up to
 1912 1 year of retirement credit for his or her out-of-state service,
 1913 subject to the following provisions:

1914 (1) LIMITATIONS AND CONDITIONS.--To receive credit for the
 1915 out-of-state service:

1916 (a) The out-of-state service ~~being claimed~~ must have been:

1917 1. Performed in a position of employment with the state or
 1918 a political subdivision thereof or with the Federal Government;

1919 2. Covered by a retirement or pension plan provided by the
 1920 state or political subdivision, or by the Federal Government, as
 1921 appropriate; and

1922 3. Performed prior to a period of membership in the
 1923 Florida Retirement System.

1924 (b) The member must have completed a minimum of 6 years of
 1925 creditable service under the Florida Retirement System,
 1926 excluding out-of-state service and in-state service claimed and
 1927 purchased under s. 121.1122.

1928 (c) Not more than 5 years of creditable service may be
 1929 claimed for creditable service aggregated under ~~the provisions~~
 1930 ~~of~~ this section and s. 121.1122.

1931 (d) The out-of-state service credit ~~claimed under this~~
 1932 ~~section~~ shall be credited only as service in the Regular Class

1933 ~~of membership~~, and any benefit or pension based thereon ~~is shall~~
 1934 ~~be~~ subject to the limitations and restrictions of s. 112.65.

1935 (e) The member is not eligible for and may not receive a
 1936 pension or benefit from a retirement or pension plan based on or
 1937 including the out-of-state service. Eligibility for or the
 1938 receipt of contributions to a retirement plan made by the
 1939 employer on behalf of the employee is considered a benefit.

1940 ~~(f)(e) A member shall be eligible~~ To receive service
 1941 credit for out-of-state service performed after leaving the
 1942 Florida Retirement System, the member must complete only upon
 1943 ~~return to membership and completion of~~ at least 1 year of
 1944 creditable service in the Florida Retirement System following
 1945 the out-of-state service.

1946 (2) COST.--For each year claimed, the member must pay into
 1947 the Florida Retirement System Trust Fund an amount equal to 20
 1948 percent of the member's annual compensation for the first full
 1949 work year of creditable service earned under the Florida
 1950 Retirement System, but not less than \$12,000, plus interest at
 1951 6.5 percent compounded annually from the date of first annual
 1952 salary earned until full payment is made. The employer may pay
 1953 all or a portion of the cost of this service credit.

1954 Section 11. Subsection (2) of section 121.1122, Florida
 1955 Statutes, is amended to read:

1956 121.1122 Purchase of retirement credit for in-state public
 1957 service and in-state service in accredited nonpublic schools and
 1958 colleges, including charter schools and charter technical career
 1959 centers.--Effective January 1, 1998, a member of the Florida
 1960 Retirement System may purchase creditable service for periods of

1961 certain public or nonpublic employment performed in this state,
 1962 as provided in this section.

1963 (2) LIMITATIONS AND CONDITIONS.--

1964 (a) A member is not eligible to receive credit for in-
 1965 state service under this section until he or she has completed 6
 1966 years of creditable service under the Florida Retirement System,
 1967 excluding service purchased under this section and out-of-state
 1968 service claimed and purchased under s. 121.1115.

1969 (b) A member may not purchase and receive credit for more
 1970 than 5 years of creditable service aggregated under ~~the~~
 1971 ~~provisions of~~ this section and s. 121.1115.

1972 (c) Service credit claimed under this section shall be
 1973 credited only as service in the Regular Class ~~of membership~~ and
 1974 is ~~shall be~~ subject to ~~the provisions of~~ s. 112.65.

1975 (d) Service credit may not be purchased under this section
 1976 if the member is eligible to receive or is receiving a pension
 1977 or benefit from a retirement or pension plan based on or
 1978 including the service. Eligibility for or the receipt of
 1979 contributions to a retirement plan made by the employer on
 1980 behalf of the employee is considered a benefit.

1981 ~~(e)-(d)~~ A member is ~~shall be~~ eligible to receive service
 1982 credit for in-state service performed after leaving the Florida
 1983 Retirement System only after ~~upon returning to membership and~~
 1984 completing at least 1 year of creditable service in the Florida
 1985 Retirement System following the in-state service.

1986 (f) ~~(e)~~ The service claimed must have been service covered
 1987 by a retirement or pension plan provided by the employer.

1988 Section 12. Section 121.122, Florida Statutes, is amended

1989 to read:

1990 121.122 Renewed membership in system.--

1991 (1) Any retiree of a state-administered retirement system
 1992 who is initially reemployed on or after January 1, 2010, shall
 1993 not be eligible for renewed membership.

1994 (2) Except as provided in s. 121.053, effective July 1,
 1995 1991, through December 31, 2009, any retiree of a state-
 1996 administered retirement system who is initially reemployed
 1997 ~~employed~~ in a regularly established position with a covered
 1998 employer shall be enrolled as a compulsory member of the Regular
 1999 Class of the Florida Retirement System or, effective July 1,
 2000 1997, through December 31, 2009, any retiree of a state-
 2001 administered retirement system who is initially reemployed
 2002 ~~employed~~ in a position included in the Senior Management Service
 2003 Class shall be enrolled as a compulsory member of the Senior
 2004 Management Service Class of the Florida Retirement System as
 2005 provided in s. 121.055, and shall be entitled to receive an
 2006 additional retirement benefit, subject to the following
 2007 conditions:

2008 ~~(1)~~(a) Such member shall resatisfy the age and service
 2009 requirements as provided in this chapter for initial membership
 2010 under the system, unless such member elects to participate in
 2011 the Senior Management Service Optional Annuity Program in lieu
 2012 of the Senior Management Service Class, as provided in s.
 2013 121.055(6).

2014 (b) Such member shall not be entitled to disability
 2015 benefits as provided in s. 121.091(4).

2016 (c) Such member must meet the reemployment after

2017 retirement limitations as provided in s. 121.091(9), as
 2018 applicable.

2019 (3)~~(2)~~ Upon renewed membership or reemployment of a
 2020 retiree, the employer of such member shall pay the applicable
 2021 employer contributions as required by ss. 121.71, 121.74,
 2022 121.76, and 112.363 ~~121.055(3) and 121.071(1)(a) and (4).~~

2023 (4)~~(3)~~ The retiree of a state-administered retirement
 2024 system who is initially reemployed before January 1, 2010, Such
 2025 member shall be entitled to purchase additional retirement
 2026 credit in the Regular Class or the Senior Management Service
 2027 Class, as applicable, for any postretirement service performed
 2028 in a regularly established position as follows:

2029 (a) For regular class service prior to July 1, 1991, by
 2030 paying the Regular Class applicable employee and employer
 2031 contributions for the period being claimed, plus 4 percent
 2032 interest compounded annually from first year of service claimed
 2033 until July 1, 1975, and 6.5 percent interest compounded
 2034 thereafter, until full payment is made to the Florida Retirement
 2035 System Trust Fund; or

2036 (b) For Senior Management Service Class prior to June 1,
 2037 1997, as provided in s. 121.055(1)(j).

2038
 2039 The contribution for postretirement service between July 1,
 2040 1985, and July 1, 1991, for which the reemployed retiree
 2041 contribution was paid, shall be the difference between such
 2042 contribution and the total applicable contribution for the
 2043 period being claimed, plus interest. The employer of such member
 2044 may pay the applicable employer contribution in lieu of the

2045 member. If a member does not wish to claim credit for all of the
2046 postretirement service for which he or she is eligible, the
2047 service the member claims must be the most recent service.

2048 (5)~~(4)~~ No creditable service for which credit was
2049 received, or which remained unclaimed, at retirement may be
2050 claimed or applied toward service credit earned following
2051 renewed membership. However, for retirees initially reemployed
2052 before January 1, 2010, service earned as an elected officer
2053 with renewed membership in the Elected Officers' Class may be
2054 used in conjunction with creditable service earned under this
2055 section, provided the applicable vesting requirements and other
2056 existing statutory conditions required by this chapter are met.

2057 (6)~~(5)~~ Notwithstanding any other limitations provided in
2058 this section, a participant of the State University System
2059 Optional Retirement Program, the State Community College
2060 Optional Retirement Program, or the Senior Management Service
2061 Optional Annuity Program who terminated employment and commenced
2062 receiving a distribution ~~an annuity~~ under ~~the provisions of the~~
2063 optional program, who initially renews membership before January
2064 1, 2010, ~~in the Regular Class~~ as required by this section upon
2065 reemployment after retirement, and who had previously earned
2066 creditable Florida Retirement System service that was not
2067 included in any retirement benefit may include such previous
2068 service toward vesting and service credit in the second career
2069 benefit provided under renewed membership.

2070 (7)~~(6)~~ Any renewed member who is not receiving the maximum
2071 health insurance subsidy provided in s. 112.363 shall be
2072 entitled to earn additional credit toward the maximum health

2073 insurance subsidy. Any additional subsidy due because of such
 2074 additional credit shall be received only at the time of payment
 2075 of the second career retirement benefit. In no case shall the
 2076 total health insurance subsidy received by a retiree receiving
 2077 benefits from initial and renewed membership exceed the maximum
 2078 allowed in s. 112.363.

2079 Section 13. Section 121.136, Florida Statutes, is amended
 2080 to read:

2081 121.136 Annual benefit statement to members.--Each year
 2082 ~~Beginning January 1, 1993, and each January thereafter,~~ the
 2083 department shall provide each active member of the Florida
 2084 Retirement System with 5 or more years of creditable service an
 2085 annual statement of benefits that provides. ~~Such statement~~
 2086 ~~should provide~~ the member with basic data about the member's
 2087 retirement account. At a minimum ~~Minimally,~~ it must ~~shall~~
 2088 include the member's retirement plan, accrued service credit ~~the~~
 2089 ~~amount of funds on deposit in the retirement account,~~ and an
 2090 estimate of retirement benefits.

2091 Section 14. Section 121.1905, Florida Statutes, is amended
 2092 to read:

2093 121.1905 Division of Retirement; creation.--

2094 ~~(1)~~ There is created the Division of Retirement within the
 2095 Department of Management Services.

2096 ~~(2) The mission of the Division of Retirement is to~~
 2097 ~~provide quality and cost-effective retirement services as~~
 2098 ~~measured by member satisfaction and by comparison with~~
 2099 ~~administrative costs of comparable retirement systems.~~

2100 Section 15. Paragraph (a) of subsection (2) of section

2101 121.23, Florida Statutes, is amended to read:

2102 121.23 Disability retirement and special risk membership
 2103 applications; Retirement Commission; powers and duties; judicial
 2104 review.--The provisions of this section apply to all proceedings
 2105 in which the administrator has made a written final decision on
 2106 the merits respecting applications for disability retirement,
 2107 reexamination of retired members receiving disability benefits,
 2108 applications for special risk membership, and reexamination of
 2109 special risk members in the Florida Retirement System. The
 2110 jurisdiction of the State Retirement Commission under this
 2111 section shall be limited to written final decisions of the
 2112 administrator on the merits.

2113 (2) A member shall be entitled to a hearing before the
 2114 State Retirement Commission pursuant to ss. 120.569 and
 2115 120.57(1) on the merits of any written adverse decision of the
 2116 administrator, if he or she files with the commission a written
 2117 request for such hearing within 21 days after receipt of such
 2118 written decision from the administrator. For the purpose of such
 2119 hearings, the commission shall be an "agency head" as defined by
 2120 s. 120.52.

2121 (a) The commission may ~~shall have the authority to~~ issue
 2122 orders as a result of the ~~a~~ hearing that are ~~shall be~~ binding on
 2123 all parties to the dispute and. ~~The commission~~ may order any
 2124 action that it deems appropriate. Any disability retirement
 2125 order of the commission that ~~issued pursuant to this subsection~~
 2126 ~~which~~ sustains the application of the member may include an
 2127 amount, to be determined by the commission, for reasonable
 2128 attorney's fees and taxable costs, which shall be calculated in

2129 accordance with the statewide uniform guidelines for taxation of
 2130 costs in civil actions. The amount of the attorney's fees ~~fee~~
 2131 may not exceed 50 percent of the initial yearly benefit awarded
 2132 under s. 121.091(4). In cases involving disability retirement,
 2133 the ~~State Retirement~~ commission shall require the member to
 2134 present substantial competent medical evidence that meets the
 2135 requirements of s. 121.091(4)(c)2. and 3., and may require
 2136 vocational evidence, before awarding disability retirement
 2137 benefits.

2138 Section 16. Paragraph (a) of subsection (1) of section
 2139 121.24, Florida Statutes, is amended to read:

2140 121.24 Conduct of commission business; legal and other
 2141 assistance; compensation.--

2142 (1) The commission shall conduct its business within the
 2143 following guidelines:

2144 (a) For purposes of hearing appeals under s. 121.23, the
 2145 commission may meet in panels ~~consisting of~~ no ~~not~~ fewer than
 2146 three members. ~~For the purpose of meeting in these panels, a~~
 2147 ~~quorum shall be not fewer than two members. For all other~~
 2148 ~~purposes,~~ A quorum shall consist of three members. The
 2149 concurring vote of a majority of the members present is ~~shall be~~
 2150 required to reach a decision, issue orders, and conduct the
 2151 business of the commission.

2152 Section 17. Paragraph (h) of subsection (3) and paragraphs
 2153 (a) and (e) of subsection (5) of section 121.35, Florida
 2154 Statutes, are amended, and paragraph (g) is added to subsection
 2155 (5) of that section, to read:

2156 121.35 Optional retirement program for the State

2157 University System.--

2158 (3) ELECTION OF OPTIONAL PROGRAM.--

2159 (h) A participant in the optional retirement program may
 2160 not participate in more than one state-administered retirement
 2161 system, plan, or class simultaneously. Except as provided in s.
 2162 121.052(6)(d), a participant who is or becomes dually employed
 2163 in two or more positions covered by the Florida Retirement
 2164 System, one of which is eligible for the optional program and
 2165 one of which is not, may remain a member of the optional program
 2166 and contributions shall be paid as required only on the salary
 2167 earned in the position eligible for the optional program during
 2168 such period of dual employment; or, within 90 days after
 2169 becoming dually employed, he or she may elect membership in the
 2170 Regular Class of the Florida Retirement System in lieu of the
 2171 optional program and contributions shall be paid as required on
 2172 the total salary received for all employment. At retirement, the
 2173 average final compensation used to calculate any benefits for
 2174 which the member becomes eligible under the Florida Retirement
 2175 System shall be based on all salary reported for both positions
 2176 during such period of dual employment. When such member ceases
 2177 to be dually employed, he or she may, within 90 days, elect to
 2178 remain in the Florida Retirement System class for which he or
 2179 she is eligible or to again become a participant in the optional
 2180 retirement program. Failure to elect membership in the optional
 2181 program within 90 days shall result in compulsory membership in
 2182 the Florida Retirement System, except that a member filling a
 2183 faculty position at ~~under~~ a college with a faculty practice plan
 2184 at the University of Florida, or ~~or~~ the medical center at the

2185 University of South Florida, or any other state university shall
 2186 again participate in the optional retirement program as required
 2187 in s. 121.051(1)(a).

2188 (5) BENEFITS.--

2189 (a) Benefits shall be payable under the optional
 2190 retirement program only to vested participants in the program,
 2191 or their beneficiaries as designated by the participant in the
 2192 contract with a provider company, and such benefits shall be
 2193 paid only by the designated company in accordance with s. 403(b)
 2194 of the Internal Revenue Code and in accordance with the terms of
 2195 the annuity contract or contracts applicable to the participant.
 2196 Benefits shall accrue in individual accounts that are
 2197 participant-directed, portable, and funded by employer
 2198 contributions and the earnings thereon. The participant must be
 2199 terminated from all employment with all Florida Retirement
 2200 System employers, as provided in s. 121.021(39), to begin
 2201 receiving the employer-funded benefit. Benefits funded by
 2202 employer contributions shall be payable in accordance with the
 2203 following terms and conditions:

2204 1. Benefits shall be payable only to a participant, to his
 2205 or her beneficiaries, or to his or her estate, as designated by
 2206 the participant.

2207 2. Benefits shall be paid by the provider company or
 2208 companies in accordance with the law, the provisions of the
 2209 contract, and any applicable department ~~board~~ rule or policy.

2210 3. In the event of a participant's death, moneys
 2211 accumulated by, or on behalf of, the participant, less
 2212 withholding taxes remitted to the Internal Revenue Service, if

2213 any, shall be distributed to the participant's designated
 2214 beneficiary or beneficiaries, or to the participant's estate, as
 2215 if the participant retired on the date of death, as provided in
 2216 paragraph (c). No other death benefits shall be available for
 2217 survivors of participants under the optional retirement program
 2218 except for such benefits, or coverage for such benefits, as are
 2219 separately afforded by the employer, at the employer's
 2220 discretion.

2221 (e) A participant who chooses to receive his or her
 2222 benefits upon termination of employment as defined in s.
 2223 121.021(39) shall have responsibility to notify the provider
 2224 company of the date on which he or she wishes benefits funded by
 2225 employer contributions to begin. Benefits may be deferred until
 2226 such time as the participant chooses to make such application.

2227 (g) For purposes of this section, "retiree" means a former
 2228 participant of the optional retirement program who has
 2229 terminated employment and has taken a distribution as provided
 2230 in this subsection, except for a mandatory distribution of a de
 2231 minimis account authorized by the department.

2232 Section 18. Paragraph (f) of subsection (2) of section
 2233 121.4501, Florida Statutes, is amended to read:

2234 121.4501 Public Employee Optional Retirement Program.--

2235 (2) DEFINITIONS.--As used in this part, the term:

2236 (f) "Eligible employee" means an officer or employee, as
 2237 defined in s. 121.021(11), who:

2238 1. Is a member of, or is eligible for membership in, the
 2239 Florida Retirement System, including any renewed member of the
 2240 Florida Retirement System initially enrolled before January 1,

2241 2010; or

2242 2. Participates in, or is eligible to participate in, the
 2243 Senior Management Service Optional Annuity Program as
 2244 established under s. 121.055(6), the State Community College
 2245 System Optional Retirement Program as established under s.
 2246 121.051(2)(c), or the State University System Optional
 2247 Retirement Program established under s. 121.35.

2248
 2249 The term does not include any member participating in the
 2250 Deferred Retirement Option Program established under s.
 2251 121.091(13), a retiree of a state-administered retirement system
 2252 initially reemployed on or after January 1, 2010, or a mandatory
 2253 participant of the State University System Optional Retirement
 2254 Program established under s. 121.35.

2255 Section 19. Paragraph (b) of subsection (1) of section
 2256 121.591, Florida Statutes, is amended to read:

2257 121.591 Benefits payable under the Public Employee
 2258 Optional Retirement Program of the Florida Retirement
 2259 System.--Benefits may not be paid under this section unless the
 2260 member has terminated employment as provided in s.
 2261 121.021(39)(a) or is deceased and a proper application has been
 2262 filed in the manner prescribed by the state board or the
 2263 department. The state board or department, as appropriate, may
 2264 cancel an application for retirement benefits when the member or
 2265 beneficiary fails to timely provide the information and
 2266 documents required by this chapter and the rules of the state
 2267 board and department. In accordance with their respective
 2268 responsibilities as provided herein, the State Board of

2269 Administration and the Department of Management Services shall
 2270 adopt rules establishing procedures for application for
 2271 retirement benefits and for the cancellation of such application
 2272 when the required information or documents are not received. The
 2273 State Board of Administration and the Department of Management
 2274 Services, as appropriate, are authorized to cash out a de
 2275 minimis account of a participant who has been terminated from
 2276 Florida Retirement System covered employment for a minimum of 6
 2277 calendar months. A de minimis account is an account containing
 2278 employer contributions and accumulated earnings of not more than
 2279 \$5,000 made under the provisions of this chapter. Such cash-out
 2280 must either be a complete lump-sum liquidation of the account
 2281 balance, subject to the provisions of the Internal Revenue Code,
 2282 or a lump-sum direct rollover distribution paid directly to the
 2283 custodian of an eligible retirement plan, as defined by the
 2284 Internal Revenue Code, on behalf of the participant. If any
 2285 financial instrument issued for the payment of retirement
 2286 benefits under this section is not presented for payment within
 2287 180 days after the last day of the month in which it was
 2288 originally issued, the third-party administrator or other duly
 2289 authorized agent of the State Board of Administration shall
 2290 cancel the instrument and credit the amount of the instrument to
 2291 the suspense account of the Public Employee Optional Retirement
 2292 Program Trust Fund authorized under s. 121.4501(6). Any such
 2293 amounts transferred to the suspense account are payable upon a
 2294 proper application, not to include earnings thereon, as provided
 2295 in this section, within 10 years after the last day of the month
 2296 in which the instrument was originally issued, after which time

2297 such amounts and any earnings thereon shall be forfeited. Any
 2298 such forfeited amounts are assets of the Public Employee
 2299 Optional Retirement Program Trust Fund and are not subject to
 2300 the provisions of chapter 717.

2301 (1) NORMAL BENEFITS.--Under the Public Employee Optional
 2302 Retirement Program:

2303 (b) If a participant elects to receive his or her benefits
 2304 upon termination of employment as defined in s. 121.021(39), the
 2305 participant must submit a written application or an equivalent
 2306 form to the third-party administrator indicating his or her
 2307 preferred distribution date and selecting an authorized method
 2308 of distribution as provided in paragraph (c). The participant
 2309 may defer receipt of benefits until he or she chooses to make
 2310 such application, subject to federal requirements.

2311 Section 20. Subsection (1) of section 238.183, Florida
 2312 Statutes, is amended to read:

2313 238.183 Developmental research school and Florida School
 2314 for the Deaf and the Blind instructional personnel; reemployment
 2315 after retirement.--

2316 (1) Notwithstanding any other law, instructional
 2317 personnel, as defined in s. 1012.01(2), employed by a
 2318 developmental research school or the Florida School for the Deaf
 2319 and the Blind are eligible for reemployment after retirement in
 2320 the same manner as classroom teachers who are employed by the
 2321 district school boards, as described in ss.
 2322 121.091(9)(b) 2.b.(I)3- and 238.181(2)(c).

2323 Section 21. Paragraph (g) of subsection (3) and subsection
 2324 (8) of section 1012.33, Florida Statutes, are amended to read:

2325 1012.33 Contracts with instructional staff, supervisors,
2326 and school principals.--

2327 (3)

2328 (g) Beginning July 1, 2001, for each employee who enters
2329 into a written contract, pursuant to this section, in a school
2330 district in which the employee was not employed as of June 30,
2331 2001, or was employed as of June 30, 2001, but has since broken
2332 employment with that district for 1 school year or more, for
2333 purposes of pay, a district school board must recognize and
2334 accept each year of full-time public school teaching service
2335 earned in the State of Florida or outside the state and for
2336 which the employee received a satisfactory performance
2337 evaluation. Instructional personnel employed pursuant to s.
2338 121.091(9)(b)2.b.(I)3- are exempt from the provisions of this
2339 paragraph.

2340 (8) Notwithstanding any other provision of law, a retired
2341 ~~any member who has retired~~ may interrupt retirement and be
2342 reemployed in any public school. A ~~Any~~ member ~~se~~ reemployed by
2343 the same district from which he or she retired may be employed
2344 on a probationary contractual basis as provided in subsection
2345 (1); ~~however, no regular retirement employee shall be eligible~~
2346 ~~to renew membership under a retirement system created by chapter~~
2347 ~~121 or chapter 238.~~

2348 Section 22. Sections 121.093, 121.094, and 121.45, Florida
2349 Statutes, are repealed.

2350 Section 23. The Legislature finds that a proper and
2351 legitimate state purpose is served when employees and retirees
2352 of the state and its political subdivisions, as well as the

2353 dependents, survivors, and beneficiaries of such employees and
2354 retirees, are extended the basic protections afforded by
2355 governmental retirement systems that provide fair and adequate
2356 benefits and that are managed, administered, and funded in an
2357 actuarially sound manner as required by s. 14, Art. X of the
2358 State Constitution and part VII of chapter 112, Florida
2359 Statutes. Therefore, the Legislature determines and declares
2360 that the amendment of s. 121.091, Florida Statutes, by this act
2361 fulfills an important state interest.

2362 Section 24. This act shall take effect July 1, 2009.