### 43:16A-5.3 LEGISLATIVE HISTORY CHECKLIST

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**LAWS OF**: 2022 **CHAPTER**: 9

NJSA: 43:16A-5.3 (Allows member of PFRS who is police chief and fire department chief to serve until age 67

under certain conditions.)

BILL NO: A2158 (Substituted for S1367 (1R))

**SPONSOR(S)** Anthony S. Verrelli and others

**DATE INTRODUCED:** 2/3/2022

**COMMITTEE:** ASSEMBLY: State and Local Government

Appropriations

SENATE: ---

AMENDED DURING PASSAGE: Yes

DATE OF PASSAGE: ASSEMBLY: 3/24/2022

**SENATE**: 3/24/2022

DATE OF APPROVAL: 4/12/2022

**FOLLOWING ARE ATTACHED IF AVAILABLE:** 

FINAL TEXT OF BILL (First Reprint enacted)

Yes

A2158

INTRODUCED BILL: (Includes sponsor(s) statement) Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes 2/7/2022

3/27/2022

SENATE: No

(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, *may possibly* be found at www.njleg.state.nj.us)

FLOOR AMENDMENT STATEMENT: No

LEGISLATIVE FISCAL ESTIMATE: No

S1367 (1R)

INTRODUCED BILL: (Includes sponsor(s) statement) Yes

**COMMITTEE STATEMENT:** ASSEMBLY: No

**SENATE**: Yes 3/21/2022

(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, *may possibly* be found at www.njleg.state.nj.us)

FLOOR AMENDMENT STATEMENT: No

LEGISLATIVE FISCAL ESTIMATE: No

VETO MESSAGE:	Yes
GOVERNOR'S PRESS RELEASE ON SIGNING:	Yes
FOLLOWING WERE PRINTED:  To check for circulating copies, contact New Je Publications at the State Library (609) 278-264	
REPORTS:	No
HEARINGS:	No
NEWSPAPER ARTICLES:	No
end	

### P.L. 2022, CHAPTER 9, approved April 12, 2022 Assembly, No. 2158 (First Reprint)

AN ACT concerning mandatory retirement age of police chiefs and fire department chiefs and [amending] supplementing P.L.1944, c.255 (C.43:16A-1 et seq.).

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

- <sup>1</sup>[1. Section 5 of P.L.1944, c.255 (C.43:16A-5) is amended to read as follows:
- 5. (1) Any member in service who has attained age 55 years may retire on a service retirement allowance upon filing a written and duly executed application to the retirement system, setting forth at what time, not less than one month subsequent to the filing thereof, he desires to be retired. Any member in service who attains age 65 years shall be retired on a service retirement allowance forthwith on the first day of the next calendar month, except that a member hired prior to January 1, 1987 may remain a member of the system until the member attains age 68 years or 25 years of creditable service, whichever comes first. A member appointed as a police chief of a law enforcement agency or a chief of a fire department may remain a member of the system until the end of the calendar year in which the member attains age 67 years provided:
  - (a) the member was appointed as a police or fire department chief prior to attaining 65 years of age; and
- (b) the appointing authority affirmatory votes by a majority of its members to retain a police or fire department chief who is older than 65 years of age.
- (2) Upon retirement for service a member shall receive a service retirement allowance which shall consist of:
- (a) An annuity which shall be the actuarial equivalent of his aggregate contributions and
- (b) A pension in the amount which, when added to the member's annuity, will provide a total retirement allowance of one-sixtieth of his average final compensation multiplied by the number of years of his creditable service, or 2% of his average final compensation multiplied by the number of years of his creditable service up to 30 plus 1% of his average final compensation multiplied by the number of years of creditable service over 30, or 50% of his final compensation if the member has established 20 or more years of creditable service, whichever is greater.
- (3) (a) Any member of the retirement system as of the effective date of P.L.1999, c.428 who has 20 or more years of creditable

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

<sup>&</sup>lt;sup>1</sup>Assembly ASL committee amendments adopted March 17, 2022.

service at the time of retirement shall be entitled to receive a retirement allowance equal to 50% of the member's final compensation plus, in the case of a member required to retire pursuant to the provisions of subsection (1) of this section, 3% of final compensation multiplied by the number of years of creditable service over 20 but not over 25.

- (b) Any member of the retirement system who was enrolled prior to the effective date of P.L.2021, c.52 and who is a member on that effective date may retire on or after the effective date of P.L.2021, c.52 but no later than the first day of the 25th month following that effective date on a service retirement allowance, regardless of age, upon attaining 20 or more years of creditable service and shall be entitled to receive a service retirement allowance equal to 50% of the member's final compensation.
- (4) Upon the receipt of proper proofs of the death of a member who has retired on a service retirement allowance, there shall be paid to his beneficiary an amount equal to one-half of the compensation upon which contributions by the member to the annuity savings fund were based in the last year of creditable service.

(cf: P.L.2021, c.52, s.1) $]^1$ 

- 1. (New section) a. A member of the Police and Firemen's
  Retirement System, established pursuant to P.L.1944, c.255
  (C.43:16A-1 et seq.), who:
  - is serving as a police chief of a law enforcement agency or a chief of a fire department on the effective date of this act, P.L. , c. (pending before the Legislature as this bill); and
  - will attain the age of 65 years during the period commencing on the effective date of this act and ending on the last day of the 24th calendar month following that effective date,
  - may remain a member of the system, notwithstanding the mandatory retirement provision of section 5 of P.L.1944, c.255 (C.43:16A-5), until the end of the calendar year in which the member attains the age of 67 years if the appointing authority approves, in writing, the retention and continued service after the age of 65 years of the police or fire chief as the chief.
  - b. Within 30 days after the last day of the 24th calendar month following the effective date of this act, the Board of Trustees of the Police and Firemen's Retirement System shall submit a report to the Governor, and the Legislature pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1), on the effect of this section on the retirement system. The report shall include the number of members who were retained and continued to serve as the police or fire chief, the length of that service after the age of 65 years, and the impact of that extended service on the retirement system. <sup>1</sup>

2. This act shall take effect immediately.

## **A2158** [1R] 3

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3	Allows member of PFRS who is police chief and fire department
4	chief to serve until age 67 under certain conditions.

### ASSEMBLY, No. 2158

### **STATE OF NEW JERSEY**

### 220th LEGISLATURE

INTRODUCED FEBRUARY 3, 2022

**Sponsored by:** 

Assemblyman ANTHONY S. VERRELLI District 15 (Hunterdon and Mercer)

**Co-Sponsored by:** 

Assemblymen McGuckin and Catalano

#### **SYNOPSIS**

Allows police chief and fire department chief members of PFRS to serve until age 67.

### **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 2/28/2022)

AN ACT concerning mandatory retirement age of police chiefs and 2 fire department chiefs and amending P.L.1944, c.255.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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- 1. Section 5 of P.L.1944, c.255 (C.43:16A-5) is amended to read as follows:
- 9 5. (1) Any member in service who has attained age 55 years may 10 retire on a service retirement allowance upon filing a written and 11 duly executed application to the retirement system, setting forth at 12 what time, not less than one month subsequent to the filing thereof, 13 he desires to be retired. Any member in service who attains age 65 14 years shall be retired on a service retirement allowance forthwith on 15 the first day of the next calendar month, except that a member hired 16 prior to January 1, 1987 may remain a member of the system until 17 the member attains age 68 years or 25 years of creditable service, 18 whichever comes first. A member appointed as a police chief of a 19 law enforcement agency or a chief of a fire department may remain 20 a member of the system until the end of the calendar year in which 21 the member attains age 67 years provided:
  - (a) the member was appointed as a police or fire department chief prior to attaining 65 years of age; and
  - (b) the appointing authority affirmatory votes by a majority of its members to retain a police or fire department chief who is older than 65 years of age.
  - (2) Upon retirement for service a member shall receive a service retirement allowance which shall consist of:
  - (a) An annuity which shall be the actuarial equivalent of his aggregate contributions and
  - (b) A pension in the amount which, when added to the member's annuity, will provide a total retirement allowance of one-sixtieth of his average final compensation multiplied by the number of years of his creditable service, or 2% of his average final compensation multiplied by the number of years of his creditable service up to 30 plus 1% of his average final compensation multiplied by the number of years of creditable service over 30, or 50% of his final compensation if the member has established 20 or more years of creditable service, whichever is greater.
  - (3) (a) Any member of the retirement system as of the effective date of P.L.1999, c.428 who has 20 or more years of creditable service at the time of retirement shall be entitled to receive a retirement allowance equal to 50% of the member's final compensation plus, in the case of a member required to retire pursuant to the provisions of subsection (1) of this section, 3% of

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

#### A2158 VERRELLI

final compensation multiplied by the number of years of creditable service over 20 but not over 25.

- (b) Any member of the retirement system who was enrolled prior to the effective date of P.L.2021, c.52 and who is a member on that effective date may retire on or after the effective date of P.L.2021, c.52 but no later than the first day of the 25th month following that effective date on a service retirement allowance, regardless of age, upon attaining 20 or more years of creditable service and shall be entitled to receive a service retirement allowance equal to 50% of the member's final compensation.
- (4) Upon the receipt of proper proofs of the death of a member who has retired on a service retirement allowance, there shall be paid to his beneficiary an amount equal to one-half of the compensation upon which contributions by the member to the annuity savings fund were based in the last year of creditable service.

17 (cf: P.L.2021, c.52, s.1)

2. This act shall take effect immediately.

#### **STATEMENT**

This bill increases the mandatory retirement age to 67 years for police chiefs of a law enforcement agency and chiefs of a fire department.

Under current law, a member of the Police and Firemen's Retirement System of New Jersey (PFRS) is required to retire upon reaching age 65. Additionally, PFRS members hired prior to January 1, 1987 may remain a member of the system until the member attains 68 years of age or 25 years of creditable service, whichever comes first.

This bill allows a police chief and fire department chief member to remain a PFRS member until the end of the calendar year in which the member reaches age 67 provided the member was appointed as a police or fire department chief prior to attaining 65 years of age. The bill requires the appointing authority to affirmatively vote by a majority of its members to retain a police or fire department chief who is older than 65 years of age.

# ASSEMBLY STATE AND LOCAL GOVERNMENT COMMITTEE

### STATEMENT TO

### ASSEMBLY, No. 2158

### STATE OF NEW JERSEY

DATED: FEBRUARY 7, 2022

The Assembly State and Local Government Committee reports favorably Assembly Bill No. 2158.

This bill increases the mandatory retirement age to 67 years for police chiefs of a law enforcement agency and chiefs of a fire department.

Under current law, a member of the Police and Firemen's Retirement System of New Jersey (PFRS) is required to retire upon reaching age 65. Additionally, PFRS members hired prior to January 1, 1987 may remain a member of the system until the member attains 68 years of age or 25 years of creditable service, whichever comes first.

This bill allows a police chief and fire department chief member to remain a PFRS member until the end of the calendar year in which the member reaches age 67 provided the member was appointed as a police or fire department chief prior to attaining 65 years of age. The bill requires the appointing authority to affirmatively vote by a majority of its members to retain a police or fire department chief who is older than 65 years of age.

# ASSEMBLY STATE AND LOCAL GOVERNMENT COMMITTEE

### STATEMENT TO

### ASSEMBLY, No. 2158

with committee amendments

### STATE OF NEW JERSEY

**DATED: MARCH 17, 2022** 

The Assembly State and Local Government Committee reports favorably Assembly Bill No. 2158, with committee amendments.

As amended, this bill allows member of PFRS who is police chief and fire department chief to serve until age 67 under certain conditions.

Under current law, a member of the Police and Firemen's Retirement System of New Jersey (PFRS) is required to retire upon reaching age 65. Additionally, PFRS members hired prior to January 1, 1987 may remain a member of the system until the member attains 68 years of age or 25 years of creditable service, whichever comes first.

Under the bill, as amended, only a member of the PFRS who:

- (1) is serving as a police or fire chief on the bill's effective date; and
- (2) will attain the age of 65 years during the period commencing on the bill's effective date and ending on the last day of the 24th calendar month following that effective date may remain in the PFRS until the end of the calendar year in which the member attains the age of 67 years if the appointing authority approves, in writing, the retention and continued service after the age of 65 years of the police or fire chief as the chief.

As amended, the bill also requires the Board of Trustees of the PFRS to submit a report to the Governor and the Legislature on the effect of this bill on the retirement system. The report must include the number of members who were retained and continued to serve as the police or fire chief, the length of that service after the age of 65 years, and the impact of that extended service on the retirement system.

#### **COMMITTEE AMENDMENTS**

The committee amended the bill to limit the ability of a police or fire chief to serve until age 67. Under the committee amendments, only a member of the PFRS who:

- (1) is serving as a police or fire chief on the bill's effective date; and
- (2) will attain the age of 65 years during the period commencing on the bill's effective date and ending on the last day of the 24th calendar month following that effective date may remain in the PFRS until the end of the calendar year in which the member attains the age of 67 years if the appointing authority approves, in writing, the retention and continued service after the age of 65 years of the police or fire chief as the chief.

The committee amendments also require the Board of Trustees of the PFRS to submit a report to the Governor and the Legislature on the effect of this bill on the retirement system. The report must include the number of members who were retained and continued to serve as the police or fire chief, the length of that service after the age of 65 years, and the impact of that extended service on the retirement system.

### SENATE, No. 1367

### **STATE OF NEW JERSEY**

### 220th LEGISLATURE

INTRODUCED FEBRUARY 3, 2022

**Sponsored by:** 

Senator NICHOLAS P. SCUTARI

**District 22 (Middlesex, Somerset and Union)** 

Senator JAMES W. HOLZAPFEL

District 10 (Ocean)

### **SYNOPSIS**

Allows police chief and fire department chief members of PFRS to serve until age 67.

#### **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 2/10/2022)

AN ACT concerning mandatory retirement age of police chiefs and 2 fire department chiefs and amending P.L.1944, c.255.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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  - (a) the member was appointed as a police or fire department chief prior to attaining 65 years of age; and
  - (b) the appointing authority affirmatory votes by a majority of its members to retain a police or fire department chief who is older than 65 years of age.
  - (2) Upon retirement for service a member shall receive a service retirement allowance which shall consist of:
  - (a) An annuity which shall be the actuarial equivalent of his aggregate contributions and
  - (b) A pension in the amount which, when added to the member's annuity, will provide a total retirement allowance of one-sixtieth of his average final compensation multiplied by the number of years of his creditable service, or 2% of his average final compensation multiplied by the number of years of his creditable service up to 30 plus 1% of his average final compensation multiplied by the number of years of creditable service over 30, or 50% of his final compensation if the member has established 20 or more years of creditable service, whichever is greater.
  - (3) (a) Any member of the retirement system as of the effective date of P.L.1999, c.428 who has 20 or more years of creditable service at the time of retirement shall be entitled to receive a retirement allowance equal to 50% of the member's final compensation plus, in the case of a member required to retire pursuant to the provisions of subsection (1) of this section, 3% of

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

#### S1367 SCUTARI, HOLZAPFEL

final compensation multiplied by the number of years of creditable service over 20 but not over 25.

- (b) Any member of the retirement system who was enrolled prior to the effective date of P.L.2021, c.52 and who is a member on that effective date may retire on or after the effective date of P.L.2021, c.52 but no later than the first day of the 25th month following that effective date on a service retirement allowance, regardless of age, upon attaining 20 or more years of creditable service and shall be entitled to receive a service retirement allowance equal to 50% of the member's final compensation.
- (4) Upon the receipt of proper proofs of the death of a member who has retired on a service retirement allowance, there shall be paid to his beneficiary an amount equal to one-half of the compensation upon which contributions by the member to the annuity savings fund were based in the last year of creditable service.

(cf: P.L.2021, c.52, s.1)

2. This act shall take effect immediately.

#### **STATEMENT**

This bill increases the mandatory retirement age to 67 years for police chiefs of a law enforcement agency and chiefs of a fire department.

Under current law, a member of the Police and Firemen's Retirement System of New Jersey (PFRS) is required to retire upon reaching age 65. Additionally, PFRS members hired prior to January 1, 1987 may remain a member of the system until the member attains 68 years of age or 25 years of creditable service, whichever comes first.

This bill allows a police chief and fire department chief member to remain a PFRS member until the end of the calendar year in which the member reaches age 67 provided the member was appointed as a police or fire department chief prior to attaining 65 years of age. The bill requires the appointing authority to affirmatively vote by a majority of its members to retain a police or fire department chief who is older than 65 years of age.

### SENATE LAW AND PUBLIC SAFETY COMMITTEE

#### STATEMENT TO

### SENATE, No. 1367

with committee amendments

### STATE OF NEW JERSEY

**DATED: MARCH 21, 2022** 

The Senate Law and Public Safety Committee reports favorably and with committee amendments Senate Bill No. 1367.

As amended and reported by the committee, this bill allows a member of PFRS who is a police chief or fire department chief to serve until age 67 under certain conditions.

Under current law, a member of the Police and Firemen's Retirement System of New Jersey (PFRS) is required to retire upon reaching age 65. Additionally, PFRS members hired prior to January 1, 1987 may remain a member of the system until the member attains 68 years of age or 25 years of creditable service, whichever comes first.

Under the amended bill only a member of the PFRS who:

- (1) is serving as a police or fire chief on the bill's effective date; and
- (2) will attain the age of 65 years during the period commencing on the bill's effective date and ending on the last day of the 24th calendar month following the bill's effective date may remain in the PFRS until the end of the calendar year in which the member attains the age of 67 years if the appointing authority approves, in writing, the retention and continued service after the age of 65 years of the police or fire chief as the chief.

As amended, the bill also requires the Board of Trustees of the PFRS to submit a report to the Governor and the Legislature on the effect of this bill on the retirement system. The report is required to include the number of members who were retained and continued to serve as the police or fire chief, the length of that service after the age of 65 years, and the impact of that extended service on the retirement system.

As amended and reported by the committee, this bill is identical to Assembly Bill No. 2158 (1R).

#### **COMMITTEE AMENDMENTS**

The committee amended the bill to limit the ability of a police or fire chief to serve until age 67. Under the committee amendments, only a member of the PFRS who:

- (1) is serving as a police or fire chief on the bill's effective date; and
- (2) will attain the age of 65 years during the period commencing on the bill's effective date and ending on the last day of the 24th calendar month following the effective date may remain in the PFRS until the end of the calendar year in which the member attains the age of 67 years if the appointing authority approves, in writing, the retention and continued service after the age of 65 years of the police or fire chief as the chief.

The committee amendments also require the Board of Trustees of the PFRS to submit a report to the Governor and the Legislature on the effect of this bill on the retirement system. The report must include the number of members who were retained and continued to serve as the police or fire chief, the length of that service after the age of 65 years, and the impact of that extended service on the retirement system.

# Governor Murphy Takes Action on Legislation

04/13/2022

TRENTON - Last night, Governor Murphy signed the following bills into law:

**A-2158/S-1367 (Verrelli/Scutari)** - Allows member of PFRS who is police chief and fire department chief to serve until age 67 under certain conditions

**A-2884/S-1885 (Jasey, Reynolds-Jackson, McKnight/Cunningham, Ruiz)** - Revises State financial aid requirements to align with simplification of Free Application for Federal Student Aid under federal law

**AJR-109/SJR-74 (Murphy, Dancer/Cryan, Stanfield)** - Designates month of April of each year as "Military Child Appreciation Month" in NJ; designates last full week of April of each year as "Military Child Appreciation Week" in NJ