

STATE OF NEW YORK

9130

IN SENATE

February 5, 2026

Introduced by Sen. JACKSON -- read twice and ordered printed, and when printed to be committed to the Committee on Civil Service and Pensions

AN ACT to amend the retirement and social security law, in relation to the restoration of 20 year service retirement for certain New York city corrections officers and sanitation workers

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Subdivision 17 of section 501 of the retirement and social
2 security law, as separately amended by section 1 of part SS of chapter
3 55 and chapter 692 of the laws of 2025, is amended to read as follows:

4 17. "Normal retirement age" shall be age sixty-two, for general
5 members, the age at which a member completes or would have completed
6 twenty-two years of service, for police/fire members, New York city
7 uniformed correction/sanitation revised plan members and investigator
8 revised plan members~~[7]~~; except that for police/fire members of the New
9 York city police pension fund, normal retirement age shall be the age at
10 which a member completes or would have completed twenty years of
11 service, and the age at which a member completes twenty years of service
12 for police/fire members who are members of the New York city fire
13 department pension fund; and except that for New York city uniformed
14 correction/sanitation revised plan members, normal retirement age shall
15 be the age at which a member completes or would have completed twenty
16 years of service.

17 § 2. Subdivision d of section 503 of the retirement and social securi-
18 ty law, as separately amended by section 2 of part SS of chapter 55 and
19 chapter 692 of the laws of 2025, is amended to read as follows:

20 d. The normal service retirement benefit specified in section five
21 hundred five of this article shall be paid to police/fire members, New
22 York city uniformed correction/sanitation revised plan members and
23 investigator revised plan members without regard to age upon retirement
24 after twenty-two years of service~~[7]~~; except that the normal service
25 retirement benefit specified in section five hundred five of this arti-
26 cle shall be paid to police/fire members of the New York city police
27 pension fund, after twenty years of service; provided, however, that

EXPLANATION--Matter in italics (underscored) is new; matter in brackets
[-] is old law to be omitted.

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1 such normal service retirement benefit for police/fire members who are
 2 members of the New York city fire department pension fund shall be paid
 3 to such members of the New York city fire department pension fund with-
 4 out regard to age upon retirement after twenty years of service; and
 5 except that the normal service retirement benefit specified in section
 6 five hundred five of this article shall be paid to New York city
 7 uniformed correction/sanitation revised plan members after twenty years
 8 of service. Early service retirement shall be permitted upon retirement
 9 after twenty years of credited service or attainment of age sixty-two,
 10 provided, however, that New York city police/fire revised plan members,
 11 New York city uniformed correction/sanitation revised plan members and
 12 investigator revised plan members shall not be eligible to retire for
 13 service prior to the attainment of twenty years of credited service.

14 § 3. Section 505 of the retirement and social security law is amended
 15 by adding a new subdivision e to read as follows:

16 e. Notwithstanding anything to the contrary in any other law, New York
 17 city uniformed correction/sanitation revised plan members shall be
 18 eligible for a normal service retirement benefit in lieu of an early
 19 service retirement benefit upon completing twenty years of service
 20 pursuant to subdivision d of section five hundred three of this article.

21 § 4. This act shall take effect immediately.

FISCAL NOTE.--Pursuant to Legislative Law, Section 50:

SUMMARY: This proposed legislation would reduce the Normal Retirement Age for NYCERS Tier 3 members of the Uniformed Sanitation Force and Uniformed Correction Force 22-Year Plans (i.e., Revised Plan members) to be the age at which a member completes or would have completed twenty years of service.

EXPECTED INCREASE (DECREASE) IN EMPLOYER CONTRIBUTIONS
 by Fiscal Year for the first 25 years (\$ in Millions)
 Year NYCERS

2027	6.6
2028	7.0
2029	7.4
2030	7.8
2031	8.2
2032	8.6
2033	8.9
2034	9.3
2035	9.6
2036	9.9
2037	10.1
2038	10.4
2039	10.6
2040	10.8
2041	11.1
2042	8.3
2043	8.6
2044	8.9
2045	9.2
2046	9.4
2047	9.7
2048	10.1
2049	10.4
2050	10.7

2051

11.1

Projected contributions include future new hires that may be impacted. For Fiscal Year 2052 and beyond, the expected increase in normal cost as a level percent of pay for impacted new entrants is approximately 0.32%.

The entire increase in employer contributions will be allocated to New York City.

PRESENT VALUE OF BENEFITS: The Present Value of Benefits is the discounted expected value of benefits paid to current members if all assumptions are met, including future service accrual and pay increases. Future new hires are not included in this present value.

INITIAL INCREASE (DECREASE) IN ACTUARIAL PRESENT VALUES
as of June 30, 2025 (\$ in Millions)

Present Value (PV)	NYCERS
(1) PV of Employer Contributions:	53.4
(2) PV of Employee Contributions:	<u>(3.5)</u>
Total PV of Benefits (1) + (2):	49.9

UNFUNDED ACCRUED LIABILITY (UAL): Actuarial Accrued Liabilities are the portion of the Present Value of Benefits allocated to past service. Changes in UAL were amortized over the expected remaining working lifetime of those impacted using level dollar payments.

AMORTIZATION OF UNFUNDED ACCRUED LIABILITY

	NYCERS
Increase (Decrease) in UAL:	27.6 M
Number of Payments:	15
Amortization Payment:	3.1 M

CENSUS DATA: The estimates presented herein are based on preliminary census data collected as of June 30, 2025. The census data for the impacted population is summarized below.

	NYCERS
Active Members	
- Number Count:	8,609
- Average Age:	40.3
- Average Service:	7.7
- Average Salary:	109,200

IMPACT ON MEMBER BENEFITS: Currently, NYCERS Tier 3 Sanitation and Correction Revised Plan members in 22-Year Plans who retire with at least 20 years of service are eligible to receive an annual benefit that is equal to 42% of Final Average Salary (FAS), increasing to a maximum benefit of 50% of FAS after 22 years of service.

Under the proposed legislation, NYCERS Tier 3 Sanitation and Correction Revised Plan members in 22-Year Plans who retire with at least 20 years of service would be eligible to receive an annual benefit that is equal to 50% of FAS.

ASSUMPTIONS AND METHODS: The estimates presented herein have been calculated based on the Revised 2021 Actuarial Assumptions and Methods of the impacted retirement systems. In addition:

* Retirement rates were adjusted to reflect the earlier payability of the service retirement benefit associated with the proposed legislation.

* New entrants were assumed to replace exiting members so that total payroll increases by 3% each year for impacted groups. New entrant demographics were developed based on data for recent new hires and actuarial judgement.

RISK AND UNCERTAINTY: The costs presented in this Fiscal Note depend highly on the actuarial assumptions, methods, and models used, demographics of the impacted population, and other factors such as investment, contribution, and other risks. If actual experience deviates from actuarial assumptions, the actual costs could differ from those presented herein. Quantifying these risks is beyond the scope of this Fiscal Note.

This Fiscal Note is intended to measure pension-related impacts and does not include other potential costs (e.g., administrative and Other Postemployment Benefits). This Fiscal Note does not reflect any chapter laws that may have been enacted during the current legislative session.

STATEMENT OF ACTUARIAL OPINION: Marek Tyszkiewicz and Gregory Zelikovsky are members of the Society of Actuaries and the American Academy of Actuaries. We are members of NYCERS, but do not believe it impairs our objectivity, and we meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion contained herein. To the best of our knowledge, the results contained herein have been prepared in accordance with generally accepted actuarial principles and procedures and with the Actuarial Standards of Practice issued by the Actuarial Standards Board.

FISCAL NOTE IDENTIFICATION: This Fiscal Note 2026-02 dated January 21, 2026 was prepared by the Chief Actuary for the New York City Retirement Systems and Pension Funds and is intended for use only during the 2026 Legislative Session.