

STATE OF NEW YORK

5484--A

Cal. No. 568

2017-2018 Regular Sessions

IN SENATE

March 31, 2017

Introduced by Sen. GOLDEN -- read twice and ordered printed, and when printed to be committed to the Committee on Civil Service and Pensions -- reported favorably from said committee, ordered to first and second report, ordered to a third reading, amended and ordered reprinted, retaining its place in the order of third reading

AN ACT to amend the retirement and social security law and the general municipal law, in relation to pension benefits of widows or widowers of sanitation workers

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

1 Section 1. Subdivision 7 of section 501 of the retirement and social
2 security law, as amended by chapter 18 of the laws of 2012, is amended
3 to read as follows:
4 7. "Eligible beneficiary" for the purposes of section five hundred
5 nine of this article shall mean the following persons or classes of
6 persons in the order set forth: (a) a surviving spouse who has not
7 renounced survivorship rights in a separation agreement, until remar-
8 riage, (b) surviving children until age twenty-five, (c) dependent
9 parents, determined under regulations promulgated by the comptroller,
10 (d) any other person who qualified as a dependent on the final federal
11 income tax return of the member or the return filed in the year imme-
12 diately preceding the year of death, until such person reaches twenty-
13 one years of age [~~and~~] (e) with respect to members of the New York city
14 employees' retirement system (other than a New York city uniformed
15 correction/sanitation revised plan member or an investigator revised
16 plan member) and the board of education retirement system of the city of
17 New York, a person whom the member shall have nominated in the form of a
18 written designation, duly acknowledged and filed with the head of the
19 retirement system for the purpose of section five hundred eight of this
20 article. In the event that a class of eligible beneficiaries consists of
21 more than one person, benefits shall be divided equally among the

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

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1 persons in such class. For the purposes of section five hundred eight of
 2 this article the term "eligible beneficiary" shall mean such person as
 3 the member shall have nominated to receive the benefits provided in this
 4 article. To be effective, such a nomination must be in the form of a
 5 written designation, duly acknowledged and filed with the head of the
 6 retirement system for this specific purpose. In the event such desig-
 7 nated beneficiary does not survive him, or if he shall not have so
 8 designated a beneficiary, such benefits shall be payable to the deceased
 9 member's estate or as provided in section one thousand three hundred ten
 10 of the surrogate's court procedure act and (f) notwithstanding any other
 11 provisions of law, "eligible beneficiary" of a New York city uniformed
 12 sanitation revised plan member for the purposes of section five hundred
 13 nine of this article shall mean the following persons or classes of
 14 persons in the order set forth: (i) a surviving spouse who has not
 15 renounced survivorship rights in a separation agreement, (ii) surviving
 16 children until age twenty-five, (iii) dependent parents, determined
 17 under regulations promulgated by the comptroller and (iv) any other
 18 person who qualified as a dependent on the final federal income tax
 19 return of the member or the return filed in the year immediately preced-
 20 ing the year of death, until such person reaches twenty-one years of
 21 age.

22 § 2. Subdivision d of section 601 of the retirement and social securi-
 23 ty law, is amended by adding a new paragraph 6 to read as follows:

24 6. Notwithstanding any other provisions of law, "eligible beneficiary"
 25 of a New York city uniformed sanitation member shall mean the following
 26 persons or classes of persons in the order set forth: (i) a surviving
 27 spouse who has not renounced survivorship in a separation agreement,
 28 (ii) surviving children until age twenty-five, (iii) dependent parents,
 29 determined under regulations promulgated by the comptroller and (iv) any
 30 other person who qualified as a dependent on the final federal income
 31 tax return of the member or the return filed in the year immediately
 32 preceding the year of death, until such person reaches twenty-one years
 33 of age.

34 § 3. Subdivision a of section 208-f of the general municipal law, as
 35 separately amended by chapters 583 and 742 of the laws of 2004, is
 36 amended to read as follows:

37 a. Notwithstanding any other provision of law, the special accidental
 38 death benefit provided by this section shall be paid to the widow or
 39 widower or the deceased member's children under the age of eighteen, or,
 40 if a student under the age of twenty-three, if the widow or widower has
 41 died of: (i) a deceased member of a pension or retirement system of a
 42 police department or paid fire department of a city, town or village;
 43 (ii) a deceased paid member of the police force of the police department
 44 of the New York city transit authority; (iii) a deceased paid member of
 45 the police force of the police department of the New York city housing
 46 authority; (iv) a deceased paid member of the uniformed correction force
 47 of the New York city department of correction; (v) a deceased paid
 48 uniformed member of a county sheriff's department (outside the city of
 49 New York); ~~(vi)~~ (vi) a deceased employee of the city of New York or the
 50 New York city health and hospitals corporation in a title whose duties
 51 are those of an emergency medical technician or advanced emergency
 52 medical technician (as those terms are defined in section three thousand
 53 one of the public health law), or in a title whose duties require the
 54 supervision of employees whose duties are those of an emergency medical
 55 technician or advanced emergency medical technician (as those terms are
 56 defined in section three thousand one of the public health law); ~~(vii)~~

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1 ~~(vi)] (vii)~~ a deceased paid bridge and tunnel member of the New York
 2 city employees' retirement system; or (viii) a deceased paid member of
 3 the uniformed force of the New York city department of sanitation,
 4 providing the widow or widower is ineligible to receive benefits pursu-
 5 ant to section three hundred sixty-one-a of the retirement and social
 6 security law as ~~[added]~~ amended by chapter [~~four hundred seventy-two]~~
 7 seven hundred thirty-three of the laws of [~~nineteen hundred seventy-~~
 8 ~~eight]~~ nineteen hundred ninety and the deceased member:

9 1. Died before the effective date of his or her retirement, as the
 10 natural and proximate result of an accident sustained in the performance
 11 of duty in the service upon which his membership was based, and

12 2. Did not cause such accident by his or her own willful negligence,
 13 and

14 3. At the time of such accident was actually a member of: (i) a
 15 pension or retirement system of a police department or paid fire depart-
 16 ment of a city, town or village; (ii) a pension or retirement system
 17 covering the police force of the police department of the New York city
 18 transit authority; (iii) a pension or retirement system covering the
 19 police force of the police department of the New York city housing
 20 authority; (iv) a pension or retirement system covering the uniformed
 21 correction force of the New York city department of correction; (v) a
 22 pension or retirement system covering uniformed members of a county
 23 sheriff's department (outside the city of New York); ~~[ex]~~ (vi) a pension
 24 or retirement system covering employees of the city of New York, or the
 25 New York city health and hospitals corporation in a title whose duties
 26 are those of an emergency medical technician or advanced emergency
 27 medical technician (as those terms are defined in section three thousand
 28 one of the public health law), or in a title whose duties require the
 29 supervision of employees whose duties are those of an emergency medical
 30 technician or advanced emergency medical technician (as those terms are
 31 defined in section three thousand one of the public health law); ~~[ex]~~
 32 ~~(vi)] (vii)~~ a pension or retirement system covering paid bridge and
 33 tunnel members of the New York city employees' retirement system; or
 34 (viii) a pension or retirement system covering paid members of the
 35 uniformed force of the New York city department of sanitation.

36 § 4. This act shall take effect immediately, provided that section
 37 three of this act shall be deemed to have been in full force and effect
 38 on or after November 1, 1996.

FISCAL NOTE. -- Pursuant to Legislative law, section 50:

PROVISIONS OF PROPOSED LEGISLATION: The proposed legislation would amend General Municipal Law (GML) Section 208-f to provide Special Accidental Death Benefits (SADB) to eligible beneficiaries of employees of the City of New York (the City) who are employed in the Uniformed Force of the Department of Sanitation (Sanitation), are members of the New York City Employees' Retirement System (NYCERS), and die as a natural and proximate result of an accident sustained in the performance of duty on or after November 1, 1996.

The proposed legislation further amends Retirement and Social Security Law (RSSL) Sections 501 and 601 to prospectively expand the definition of a Tier 4 and 6 (modified Tier 3) eligible beneficiary for Accidental Death Benefits contained in RSSL Sections 509 and 607 to include a surviving spouse who remarries after the eligible member's death.

The Effective Date of the proposed legislation would be the date of enactment, provided that the SADB would be retroactive to accidental deaths sustained in the performance of duty on and after November 1, 1996.

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IMPACT ON SADB BENEFITS PAYABLE: The SADB provided by GML 208-f is paid to the deceased member's surviving spouse, if alive. If the spouse is no longer alive, then the SADB is paid to the deceased member's children until age eighteen or until age twenty-three if a student.

Under the proposed legislation, eligible beneficiaries of deceased Sanitation members, who met or meet the criteria of GML Section 208-f on and after November 1, 1996, would receive the SADB.

Under GML Section 208-f, the basic SADB is defined to equal:

* The salary of the deceased member at date of death (or, in certain instances, a greater salary based on rank or other status) (Final Salary),

Reduced by:

* Any Accidental Death Benefit (generally equal to an annual pension of 50% of Final Salary) as adjusted by any Supplementation or Cost-of-Living Adjustment (COLA) paid to the deceased member's eligible beneficiaries,

* Any death benefit paid by Social Security to the deceased member's eligible beneficiaries, and

* Any Workers' Compensation benefit paid to the deceased member's eligible beneficiaries (but it is the understanding of the OA that Sanitation members are ineligible for Workers' Compensation benefits).

The GML also provides that the SADB has been subject in the past to escalation based on the calendar year of the member's death.

IMPACT ON ACCIDENTAL DEATH BENEFITS PAYABLE: The Accidental Death Benefits provided by RSSL Sections 509 and 607 (generally 50% of Final Salary as adjusted by any Supplementation or COLA) are paid to the deceased member's surviving spouse, who has not renounced survivorship rights in a separation agreement, if alive and until remarriage.

If the surviving spouse is no longer alive or no longer eligible, then the Accidental Death Benefit is paid in successive order to any surviving children until age twenty-five, or any dependent parents. RSSL Section 509 further provides an additional successive class of any dependents listed on the member's federal income in the year immediately preceding the member's death.

Under the proposed legislation, a Sanitation member's surviving spouse, who has not renounced survivorship rights in a separation agreement, would continue to receive Accidental Death Benefits for life, even after remarriage.

FINANCIAL IMPACT - ACTUARIAL PRESENT VALUES OF BENEFITS (APVB): With respect to the eligible beneficiaries of deceased NYCERS members who would be impacted by this proposed legislation, under the actuarial assumptions used in the Preliminary June 30, 2016 (Lag) actuarial valuations of NYCERS, the enactment of this proposed legislation would increase the APVB by approximately \$48.2 million as of June 30, 2016. This amount is the sum of:

* APVB of retroactive payments to current beneficiaries*: \$8.9 million

* APVB of prospective payments to current beneficiaries: \$25.3 million

* APVB of prospective payments to beneficiaries of current active members: \$14.0 million

*It has been assumed that no interest will be credited on these retroactive payments.

The APVB was calculated without regard to any death benefit paid by Social Security to the deceased member's eligible beneficiaries.

FINANCIAL IMPACT - EMPLOYER PAYMENTS: In accordance with the Administrative Code of the City of New York (ACNY) Section 13.638.2(k-2), new UAAL attributable to benefit changes are to be amortized as determined

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by the Actuary but generally over the remaining working lifetime of those impacted by the benefit changes. As of June 30, 2016, the remaining working lifetime of the Sanitation members and beneficiaries that would be impacted by the proposed legislation is approximately 11 years.

With respect to NYCERS based on the actuarial assumptions and methods used in the Preliminary June 30, 2016 valuations of NYCERS, the enactment of this proposed legislation would increase annual employer contributions by approximately \$6.8 million per year beginning in Fiscal Year 2018.

Historically, the State of New York (the State) reimbursed the City for most GML Section 208-f payments. However, it is the understanding of the Actuary that since 2009 the State has limited its reimbursement to a fixed amount. Assuming this procedure is the same and the State does not reimburse beyond the current fixed amount, then the additional cost of this proposed legislation would be borne entirely by the City of New York.

OTHER COSTS: The enactment of this proposed legislation would also be expected to result in modest increases in administrative expenses of NYCERS.

CENSUS DATA: As of June 30, 2016, there are 7,338 active Sanitation members with an average age of approximately 42.9, average service of 12.0 years, and an average salary of approximately \$94,000.

As of June 30, 2016, there are 24 Sanitation beneficiaries of members who died on or after November 1, 1996 currently in receipt of accidental death benefits with an average age of approximately 53.3, average number of years in receipt of an accidental death benefit of 8.8 years, and an average annual pension benefit of approximately \$36,200.

ACTUARIAL ASSUMPTIONS AND METHODS: The additional APVB presented herein have been calculated based on the actuarial assumptions and methods in effect for the Preliminary June 30, 2016 (Lag) actuarial valuations used to determine the Preliminary Fiscal Year 2018 employer contributions of NYCERS. Also, for purposes of this Fiscal Note, we have assumed that the escalation of 3% per year provided historically to this benefit will continue in the future.

STATEMENT OF ACTUARIAL OPINION: I, Sherry S. Chan, am the Chief Actuary for, and independent of, the New York City Pension Funds and Retirement Systems. I am a Fellow of the Society of Actuaries, a Fellow of the Conference of Consulting Actuaries and a Member of the American Academy of Actuaries. I meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion contained herein.

FISCAL NOTE IDENTIFICATION: This Fiscal Note 2017-26 dated June 1, 2017 was prepared by the Chief Actuary for the New York City Employees' Retirement System. This estimate is intended for use only during the 2017 Legislative Session.

**NEW YORK STATE SENATE
INTRODUCER'S MEMORANDUM IN SUPPORT
submitted in accordance with Senate Rule VI. Sec 1**

BILL NUMBER: S5484A

SPONSOR: GOLDEN

TITLE OF BILL: An act to amend the retirement and social security law and the general municipal law, in relation to pension benefits of widows or widowers of sanitation workers

PURPOSE OR GENERAL IDEA OF BILL:

To clarify the eligible beneficiaries of New York City sanitation workers in relation to pension benefits and to provide a special accidental death benefit to the beneficiaries of New York City sanitation workers.

SUMMARY OF PROVISIONS:

The bill amends section 501 and 601 of the retirement and social security law to provide that "eligible beneficiary" of a New York City uniformed sanitation member shall include: a surviving spouse who has not renounced survivorship in a separation agreement; surviving children until age 25; dependent parents; and any other person who qualified as a dependent on the final federal income tax return of the member.

The bill amends section 208-f of the General Municipal Law to provide a special accidental death benefit to widows, widowers or children of municipal sanitation members.

JUSTIFICATION:

Uniformed sanitation workers perform an essential service for municipal residents and risk grave physical injury as they provide this service. Furthermore, the care and devotion members display for every neighborhood can be seen every working hour of everyday. This legislation asks you to recognize the importance of their work and provide these workers with protection for their families in the event of the worker's untimely death.

PRIOR LEGISLATIVE HISTORY:

New bill

FISCAL IMPLICATIONS:

See the bill

EFFECTIVE DATE:

Immediately and shall be deemed in effect on or after November 1, 1996.

STATE OF NEW YORK

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2017-2018 Regular Sessions

IN ASSEMBLY

April 12, 2017

Introduced by M. of A. DenDEKKER -- read once and referred to the Committee on Governmental Employees -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the retirement and social security law and the general municipal law, in relation to pension benefits of widows or widowers of sanitation workers

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

1 Section 1. Subdivision 7 of section 501 of the retirement and social
2 security law, as amended by chapter 18 of the laws of 2012, is amended
3 to read as follows:
4 7. "Eligible beneficiary" for the purposes of section five hundred
5 nine of this article shall mean the following persons or classes of
6 persons in the order set forth: (a) a surviving spouse who has not
7 renounced survivorship rights in a separation agreement, until remar-
8 riage, (b) surviving children until age twenty-five, (c) dependent
9 parents, determined under regulations promulgated by the comptroller,
10 (d) any other person who qualified as a dependent on the final federal
11 income tax return of the member or the return filed in the year imme-
12 diately preceding the year of death, until such person reaches twenty-
13 one years of age ~~and~~, (e) with respect to members of the New York city
14 employees' retirement system (other than a New York city uniformed
15 correction/sanitation revised plan member or an investigator revised
16 plan member) and the board of education retirement system of the city of
17 New York, a person whom the member shall have nominated in the form of a
18 written designation, duly acknowledged and filed with the head of the
19 retirement system for the purpose of section five hundred eight of this
20 article. In the event that a class of eligible beneficiaries consists of
21 more than one person, benefits shall be divided equally among the
22 persons in such class. For the purposes of section five hundred eight of

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

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1 this article the term "eligible beneficiary" shall mean such person as
 2 the member shall have nominated to receive the benefits provided in this
 3 article. To be effective, such a nomination must be in the form of a
 4 written designation, duly acknowledged and filed with the head of the
 5 retirement system for this specific purpose. In the event such desig-
 6 nated beneficiary does not survive him, or if he shall not have so
 7 designated a beneficiary, such benefits shall be payable to the deceased
 8 member's estate or as provided in section one thousand three hundred ten
 9 of the surrogate's court procedure act and (f) notwithstanding any other
 10 provisions of law, "eligible beneficiary" of a New York city uniformed
 11 sanitation revised plan member for the purposes of section five hundred
 12 nine of this article shall mean the following persons or classes of
 13 persons in the order set forth: (i) a surviving spouse who has not
 14 renounced survivorship rights in a separation agreement, (ii) surviving
 15 children until age twenty-five, (iii) dependent parents, determined
 16 under regulations promulgated by the comptroller and (iv) any other
 17 person who qualified as a dependent on the final federal income tax
 18 return of the member or the return filed in the year immediately preced-
 19 ing the year of death, until such person reaches twenty-one years of
 20 age.

21 § 2. Subdivision d of section 601 of the retirement and social securi-
 22 ty law, is amended by adding a new paragraph 6 to read as follows:

23 6. Notwithstanding any other provisions of law, "eligible beneficiary"
 24 of a New York city uniformed sanitation member shall mean the following
 25 persons or classes of persons in the order set forth: (i) a surviving
 26 spouse who has not renounced survivorship in a separation agreement,
 27 (ii) surviving children until age twenty-five, (iii) dependent parents,
 28 determined under regulations promulgated by the comptroller and (iv) any
 29 other person who qualified as a dependent on the final federal income
 30 tax return of the member or the return filed in the year immediately
 31 preceding the year of death, until such person reaches twenty-one years
 32 of age.

33 § 3. Subdivision a of section 208-f of the general municipal law, as
 34 separately amended by chapters 583 and 742 of the laws of 2004, is
 35 amended to read as follows:

36 a. Notwithstanding any other provision of law, the special accidental
 37 death benefit provided by this section shall be paid to the widow or
 38 widower or the deceased member's children under the age of eighteen, or,
 39 if a student under the age of twenty-three, if the widow or widower has
 40 died of: (i) a deceased member of a pension or retirement system of a
 41 police department or paid fire department of a city, town or village;
 42 (ii) a deceased paid member of the police force of the police department
 43 of the New York city transit authority; (iii) a deceased paid member of
 44 the police force of the police department of the New York city housing
 45 authority; (iv) a deceased paid member of the uniformed correction force
 46 of the New York city department of correction; (v) a deceased paid
 47 uniformed member of a county sheriff's department (outside the city of
 48 New York); [~~ex~~] (vi) a deceased employee of the city of New York or the
 49 New York city health and hospitals corporation in a title whose duties
 50 are those of an emergency medical technician or advanced emergency
 51 medical technician (as those terms are defined in section three thousand
 52 one of the public health law), or in a title whose duties require the
 53 supervision of employees whose duties are those of an emergency medical
 54 technician or advanced emergency medical technician (as those terms are
 55 defined in section three thousand one of the public health law); [~~ex~~
 56 ~~(vi)~~] (vii) a deceased paid bridge and tunnel member of the New York

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1 city employees' retirement system; or (viii) a deceased paid member of
 2 the uniformed force of the New York city department of sanitation,
 3 providing the widow or widower is ineligible to receive benefits pursu-
 4 ant to section* three hundred sixty-one-a of the retirement and social
 5 security law as [~~added~~] amended by chapter [~~four hundred seventy-two~~]
 6 seven hundred thirty-three of the laws of [~~nineteen hundred seventy-~~
 7 ~~eight~~] nineteen hundred ninety and the deceased member:

8 1. Died before the effective date of his or her retirement, as the
 9 natural and proximate result of an accident sustained in the performance
 10 of duty in the service upon which his membership was based, and

11 2. Did not cause such accident by his or her own willful negligence,
 12 and

13 3. At the time of such accident was actually a member of: (i) a
 14 pension or retirement system of a police department or paid fire depart-
 15 ment of a city, town or village; (ii) a pension or retirement system
 16 covering the police force of the police department of the New York city
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 18 police force of the police department of the New York city housing
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 20 correction force of the New York city department of correction; (v) a
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 23 or retirement system covering employees of the city of New York, or the
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 29 technician or advanced emergency medical technician (as those terms are
 30 defined in section three thousand one of the public health law); [~~or~~
 31 ~~(vi)~~] (vii) a pension or retirement system covering paid bridge and
 32 tunnel members of the New York city employees' retirement system; or
 33 (viii) a pension or retirement system covering paid members of the
 34 uniformed force of the New York city department of sanitation.

35 § 4. This act shall take effect immediately, provided that section
 36 three of this act shall be deemed to have been in full force and effect
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FISCAL NOTE. -- Pursuant to Legislative law, section 50:

PROVISIONS OF PROPOSED LEGISLATION: The proposed legislation would amend General Municipal Law (GML) Section 208-f to provide Special Accidental Death Benefits (SADB) to eligible beneficiaries of employees of the City of New York (the City) who are employed in the Uniformed Force of the Department of Sanitation (Sanitation), are members of the New York City Employees' Retirement System (NYCERS), and die as a natural and proximate result of an accident sustained in the performance of duty on or after November 1, 1996.

The proposed legislation further amends Retirement and Social Security Law (RSSL) Sections 501 and 601 to prospectively expand the definition of a Tier 4 and 6 (modified Tier 3) eligible beneficiary for Accidental Death Benefits contained in RSSL Sections 509 and 607 to include a surviving spouse who remarries after the eligible member's death.

The Effective Date of the proposed legislation would be the date of enactment, provided that the SADB would be retroactive to accidental deaths sustained in the performance of duty on and after November 1, 1996.

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IMPACT ON SADB BENEFITS PAYABLE: The SADB provided by GML 208-f is paid to the deceased member's surviving spouse, if alive. If the spouse is no longer alive, then the SADB is paid to the deceased member's children until age eighteen or until age twenty-three if a student.

Under the proposed legislation, eligible beneficiaries of deceased Sanitation members, who met or meet the criteria of GML Section 208-f on and after November 1, 1996, would receive the SADB.

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Reduced by:

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* Any Workers' Compensation benefit paid to the deceased member's eligible beneficiaries (but it is the understanding of the OA that Sanitation members are ineligible for Workers' Compensation benefits).

The GML also provides that the SADB has been subject in the past to escalation based on the calendar year of the member's death.

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FINANCIAL IMPACT - ACTUARIAL PRESENT VALUES OF BENEFITS (APVB): With respect to the eligible beneficiaries of deceased NYCERS members who would be impacted by this proposed legislation, under the actuarial assumptions used in the Preliminary June 30, 2016 (Lag) actuarial valuations of NYCERS, the enactment of this proposed legislation would increase the APVB by approximately \$48.2 million as of June 30, 2016. This amount is the sum of:

* APVB of retroactive payments to current beneficiaries*: \$8.9 million

* APVB of prospective payments to current beneficiaries: \$25.3 million

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by the Actuary but generally over the remaining working lifetime of those impacted by the benefit changes. As of June 30, 2016, the remaining working lifetime of the Sanitation members and beneficiaries that would be impacted by the proposed legislation is approximately 11 years.

With respect to NYCERS based on the actuarial assumptions and methods used in the Preliminary June 30, 2016 valuations of NYCERS, the enactment of this proposed legislation would increase annual employer contributions by approximately \$6.8 million per year beginning in Fiscal Year 2018.

Historically, the State of New York (the State) reimbursed the City for most GML Section 208-f payments. However, it is the understanding of the Actuary that since 2009 the State has limited its reimbursement to a fixed amount. Assuming this procedure is the same and the State does not reimburse beyond the current fixed amount, then the additional cost of this proposed legislation would be borne entirely by the City of New York.

OTHER COSTS: The enactment of this proposed legislation would also be expected to result in modest increases in administrative expenses of NYCERS.

CENSUS DATA: As of June 30, 2016, there are 7,338 active Sanitation members with an average age of approximately 42.9, average service of 12.0 years, and an average salary of approximately \$94,000.

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ACTUARIAL ASSUMPTIONS AND METHODS: The additional APVB presented herein have been calculated based on the actuarial assumptions and methods in effect for the Preliminary June 30, 2016 (Lag) actuarial valuations used to determine the Preliminary Fiscal Year 2018 employer contributions of NYCERS. Also, for purposes of this Fiscal Note, we have assumed that the escalation of 3% per year provided historically to this benefit will continue in the future.

STATEMENT OF ACTUARIAL OPINION: I, Sherry S. Chan, am the Chief Actuary for, and independent of, the New York City Pension Funds and Retirement Systems. I am a Fellow of the Society of Actuaries, a Fellow of the Conference of Consulting Actuaries and a Member of the American Academy of Actuaries. I meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion contained herein.

FISCAL NOTE IDENTIFICATION: This Fiscal Note 2017-26 dated June 1, 2017 was prepared by the Chief Actuary for the New York City Employees' Retirement System. This estimate is intended for use only during the 2017 Legislative Session.

**NEW YORK STATE ASSEMBLY
MEMORANDUM IN SUPPORT OF LEGISLATION
submitted in accordance with Assembly Rule III, Sec 1(f)**

BILL NUMBER: A7185A

SPONSOR: DenDekker

TITLE OF BILL: An act to amend the retirement and social security law and the general municipal law, in relation to pension benefits of widows or widowers of sanitation workers

PURPOSE OR GENERAL IDEA OF BILL:

To clarify the eligible beneficiaries of New York City sanitation workers in relation to pension benefits and to provide a special accidental death benefit to the beneficiaries of New York City sanitation workers.

SUMMARY OF PROVISIONS:

The bill amends section 501 and 601 of the retirement and social security law to provide that "eligible beneficiary" of a New York City uniformed sanitation member shall include: a surviving spouse who has not renounced survivorship in a separation agreement; surviving children until age 25; dependent parents; and any other person who qualified as a dependent on the final federal income tax return of the member.

The bill amends section 208-f of the General Municipal Law to provide a special accidental death benefit to widows, widowers or children of municipal sanitation members.

JUSTIFICATION:

Uniformed sanitation workers perform an essential service for municipal residents and risk grave physical injury as they provide this service. Furthermore, the care and devotion members display for every neighborhood can be seen every working hour of everyday. This legislation asks you to recognize the importance of their work and provide these workers with protection for their families in the event of the worker's untimely death.

PRIOR LEGISLATIVE HISTORY:

New bill

FISCAL IMPLICATIONS:

See the bill

EFFECTIVE DATE:

Immediately and shall be deemed in effect on or after November 1, 1996.