## GENERAL ASSEMBLY OF NORTH CAROLINA

#### **SESSION 1991**

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## HOUSE BILL 600 Second Edition Engrossed 4/24/91

Short Title: Cary Firefighters' Benefits.

(Local)

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Sponsors: Representatives Jordan; Hensley and Stamey.

Referred to: Local and Regional Government I.

## April 4, 1991

#### A BILL TO BE ENTITLED

2	AN ACT TO AMEND THE LAW REGARDING THE LOCAL SUPPLEMENTAL
3	RETIREMENT BENEFIT FUND FOR FIREFIGHTERS IN THE TOWN OF
4	CARY, IN WAKE COUNTY.
5	The General Assembly of North Carolina enacts:
6	Section 1. Chapter 159 of the 1985 Session Laws, as amended by Chapter
7	924 of the 1989 Session Laws, Regular Session 1990, reads as rewritten:
8	''CHAPTER 159
9	AN ACT TO PROVIDE A LOCAL SUPPLEMENTAL RETIREMENT BENEFIT
10	FUND FOR FIRE FIGHTERS IN THE TOWN OF CARY AND TO MODIFY THE
11	APPLICATION OF G.S. 118-5 AND G.S. 118-7.
12	The General Assembly of North Carolina enacts:
13	Section 1. Local Supplemental Retirement Benefit Fund Established. There
14	is established a Local Supplemental Retirement Benefit Fund for the Fire Department of
15	the Town of Cary to be known as the 'Cary Local Firemen's Supplemental Retirement
16	Benefit Fund', hereinafter referred to as 'Local Supplemental Retirement Benefit Fund',
17	and to be administered by a board composed of the members of the trustees of the Local
18	Firemen's Relief Fund of the Town of Cary, established in accordance with G.S. 118-6.
19	Sec. 2. Disbursements. Notwithstanding the provisions of G.S. 118-7, the
20	Board of Trustees of the Local Firemen's Relief Fund of the Town of Cary shall as soon
21	as practicable after July 1 of each year, but in no event later than October 1, transfer to
22	the 'Local Supplemental Retirement Benefit Fund' all income resulting from
23	investments of funds belonging to the Cary Local Firemen's Relief Fund, divide the

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1	income earned in the preceding ealendar fiscal year upon investments of funds belonging
2	to the Local Firemen's Relief Fund into equal shares, and disburse the same as a Local
3	Supplemental Retirement Benefit in accordance with Section 3 of this act. If income
4	from investments is more than what is needed to pay the Local Supplemental
5	Retirement Benefit, the excess funds shall be put back into the Local Firemen's Relief
6	Fund.
7	Sec. 3. Determination of Benefits. The Board of Trustees shall:
8	(1) Determine the total years of service by adding together all the
9	completed years of service of all retired <u>eligible</u> fire fighters;
10	(2) Divide the earned income of the preceding <u>ealendar fiscal</u> year by the
11	total years of service as determined in (1) above. The answer
12	constitutes an 'equal share' for the preceding year's earned income; and
13	(3) Compute each fire fighter's Local Supplemental Retirement Benefit for
14	that year by multiplying his or her completed years of service times an
15	'equal share'.
16	Sec. 4. Supplemental Retirement Benefits.
17	(a) Each retired volunteer fire fighter of the Town of Cary who has retired
18	with 20 or more years of fire service as a fire fighter and has attained the age of 55 and
19	each full-time paid fire fighter of the Town of Cary with at least 15 years of service with
20	the Cary Fire Department and with 30 or more years of fire service as a fire fighter who
21	has attained the age of 55 is entitled to and shall receive an annual supplemental
22	retirement benefit equal to one share for each full year of service as a fire fighter;
23	provided, in no event shall any fire fighter be entitled to or receive in any year an annual
24	benefit in excess of one thousand eight hundred dollars (\$1,800). one hundred fifty dollars
25	(\$150.00) per 'equal share', as defined in subdivision (2) of Section 3 of this act.
26	(b) Any fire fighter of the Town who is not otherwise entitled to supplemental
27	retirement benefits under subsection (a) of this section, is nevertheless entitled to
28	benefits if the Board of Trustees makes the following written findings of facts:
29	(1) That he or she initially retired from his or her position as fire fighter
30	because of his or her inability, by reason of sickness or injury, to
31	perform the normal duties of an active fire fighter; and
32	(2) That, within 30 days prior to or following his or her initial retirement
33	as a fire fighter, at least two physicians licensed to practice medicine in
34	North Carolina certified that he or she was at such time unable, by
35	reason of sickness or injury, to perform the normal duties of an active
36	fire fighter; and
37	(3) That, at the time of his or her initial retirement as a fire fighter, there
38	was not available to him or her in the fire department or any other
39	department of the Town a position of employment the normal duties of
40	which he or she was capable of performing.
41	Sec. 5. If, for any reason, the Fund is insufficient to pay in full any pension
42	benefits, or other charges, then all benefits shall be reduced and paid according to
43	Section 3 of this act, for as long as the deficiency in amount exists. No claim shall
44	accrue with respect to any amount by which a benefit payment has been reduced.

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1	Sec. 6. None of the provisions of this act shall create a liability for the Cary
2	Local Firemen's Supplemental Retirement Benefit Fund or for the State of North
3	Carolina unless sufficient current assets are available in the Fund to pay fully for the
4	liability.
5	Sec. 7. If any provisions of this act shall be declared invalid by a court of
6	competent jurisdiction, this invalidity shall not affect other provisions which can be
7	given effect without the invalid provision, and to this end the provisions of this act are
8	declared to be severable.
9	Sec. 8. All laws and clauses of laws in conflict with this act are repealed.
10	Sec. 9. This act is effective upon ratification."
11	Sec. 2. This act is effective upon ratification.

# 1991