

# **WEST VIRGINIA LEGISLATURE**

## **2021 REGULAR SESSION**

**Enrolled**

**Committee Substitute**

**for**

**Senate Bill 460**

BY SENATORS NELSON, PHILLIPS, AND STOLLINGS

[Passed April 7, 2021; in effect 90 days from passage

(July 6, 2021)]



1 AN ACT to amend and reenact §7-14D-2, §7-14D-11, §7-14D-13, §7-14D-19, §7-14D-20, and  
2 §7-14D-24 of the Code of West Virginia, 1931, as amended; and to amend said code by  
3 adding thereto a new section, designated §7-14D-32, all relating to the Deputy Sheriff  
4 Retirement System Act; defining terms; amending and removing conflicting statutory  
5 provisions; removing obsolete restriction on type of annuity required of married members;  
6 clarifying preretirement death benefits; clarifying survivor death benefit; authorizing the  
7 purchase of service credit for time served as an appointed sheriff in certain circumstances;  
8 and adding a severability clause.

*Be it enacted by the Legislature of West Virginia:*

**ARTICLE 14D. DEPUTY SHERIFF RETIREMENT SYSTEM ACT.**

**§7-14D-2. Definitions.**

1 As used in this article, unless a federal law or regulation or the context clearly requires a  
2 different meaning:

3 (a) "Accrued benefit" means on behalf of any member two and one-quarter percent of the  
4 member's final average salary multiplied by the member's years of credited service: *Provided,*  
5 That members who are retired on or retire after July 1, 2018, shall have an accrued benefit of two  
6 and one-half percent of the member's final average salary multiplied by the member's years of  
7 credited service. A member's accrued benefit may not exceed the limits of Section 415 of the  
8 Internal Revenue Code and is subject to the provisions of §7-14D-9a of this code.

9 (b) "Accumulated contributions" means the sum of all amounts deducted from the  
10 compensation of a member, or paid on his or her behalf pursuant to §5-10C-1 *et seq.* of this code,  
11 either pursuant to §7-14D-7 of this code or §5-10-29 of this code as a result of covered  
12 employment together with regular interest on the deducted amounts.

13 (c) "Active member" means a member who is active and contributing to the plan.

14 (d) "Active military duty" means full-time active duty with any branch of the armed forces  
15 of the United States, including service with the National Guard or reserve military forces when the

16 member has been called to active full-time duty and has received no compensation during the  
17 period of that duty from any board or employer other than the armed forces.

18 (e) "Actuarial equivalent" means a benefit of equal value computed upon the basis of the  
19 mortality table and interest rates as set and adopted by the retirement board in accordance with  
20 the provisions of this article: *Provided*, That when used in the context of compliance with the  
21 federal maximum benefit requirements of Section 415 of the Internal Revenue Code, "actuarial  
22 equivalent" shall be computed using the mortality tables and interest rates required to comply with  
23 those requirements.

24 (f) "Annual compensation" means the wages paid to the member during covered  
25 employment within the meaning of Section 3401(a) of the Internal Revenue Code, but determined  
26 without regard to any rules that limit the remuneration included in wages based upon the nature  
27 or location of employment or services performed during the plan year plus amounts excluded  
28 under Section 414(h)(2) of the Internal Revenue Code and less reimbursements or other expense  
29 allowances, cash, or noncash fringe benefits or both, deferred compensation, and welfare  
30 benefits. Annual compensation for determining benefits during any determination period may not  
31 exceed the maximum compensation allowed as adjusted for cost of living in accordance with §5-  
32 10D-7 of this code and Section 401(a)(17) of the Internal Revenue Code.

33 (g) "Annual leave service" means accrued annual leave.

34 (h) "Annuity starting date" means the first day of the first calendar month following receipt  
35 of the retirement application by the board or the required beginning date, if earlier: *Provided*, That  
36 the member has ceased covered employment and reached early or normal retirement age.

37 (i) "Base salary" means a member's cash compensation exclusive of overtime from  
38 covered employment during the last 12 months of employment. Until a member has worked 12  
39 months, annualized base salary is used as base salary.

40 (j) "Beneficiary" means a natural person who is entitled to, or will be entitled to, an annuity  
41 or other benefit payable by the plan.

42 (k) "Board" means the Consolidated Public Retirement Board created pursuant to §5-10D-  
43 1 *et seq.* of this code.

44 (l) "County commission" has the meaning ascribed to it in §7-1-1 of this code.

45 (m) "Covered employment" means either: (1) Employment as a deputy sheriff and the  
46 active performance of the duties required of a deputy sheriff; (2) the period of time which active  
47 duties are not performed but disability benefits are received under §7-14D-14 or §7-14D-15 of  
48 this code; or (3) concurrent employment by a deputy sheriff in a job or jobs in addition to his or  
49 her employment as a deputy sheriff where the secondary employment requires the deputy sheriff  
50 to be a member of another retirement system which is administered by the Consolidated Public  
51 Retirement Board pursuant to §5-10D-1 *et seq.* of this code: *Provided*, That the deputy sheriff  
52 contributes to the fund created in §7-14D-6 of this code the amount specified as the deputy  
53 sheriff's contribution in §7-14D-7 of this code.

54 (n) "Credited service" means the sum of a member's years of service, active military duty,  
55 disability service, unused annual leave service, and unused sick leave service.

56 (o) "Deputy sheriff" means an individual employed as a county law-enforcement deputy  
57 sheriff in this state and as defined by §7-14-2 of this code.

58 (p) "Dependent child" means either:

59 (1) An unmarried person under age 18 who is:

60 (A) A natural child of the member;

61 (B) A legally adopted child of the member;

62 (C) A child who at the time of the member's death was living with the member while the  
63 member was an adopting parent during any period of probation; or

64 (D) A stepchild of the member residing in the member's household at the time of the  
65 member's death; or

66 (2) Any unmarried child under age 23:

67 (A) Who is enrolled as a full-time student in an accredited college or university;

68 (B) Who was claimed as a dependent by the member for federal income tax purposes at  
69 the time of the member's death; and

70 (C) Whose relationship with the member is described in subparagraph (A), (B), or (C),  
71 paragraph (1) of this subdivision.

72 (q) "Dependent parent" means the father or mother of the member who was claimed as a  
73 dependent by the member for federal income tax purposes at the time of the member's death.

74 (r) "Disability service" means service credit received by a member, expressed in whole  
75 years, fractions thereof or both, equal to one half of the whole years, fractions thereof, or both,  
76 during which time a member receives disability benefits under §7-14D-14 or §7-14D-15 of this  
77 code.

78 (s) "Early retirement age" means age 40 or over and completion of 20 years of service.

79 (t) "Employer error" means an omission, misrepresentation, or violation of relevant  
80 provisions of the West Virginia Code or of the West Virginia Code of State Rules or the relevant  
81 provisions of both the West Virginia Code and of the West Virginia Code of State Rules by the  
82 participating public employer that has resulted in an underpayment or overpayment of  
83 contributions required. A deliberate act contrary to the provisions of this section by a participating  
84 public employer does not constitute employer error.

85 (u) "Effective date" means July 1, 1998.

86 (v) "Final average salary" means the average of the highest annual compensation received  
87 for covered employment by the member during any five consecutive plan years within the  
88 member's last 10 years of service. If the member did not have annual compensation for the five  
89 full plan years preceding the member's attainment of normal retirement age and during that period  
90 the member received disability benefits under §7-14D-14 or §7-14D-15 of this code then "final  
91 average salary" means the average of the full monthly salary determined paid to the member  
92 during that period multiplied by 12.

93 (w) "Fund" means the West Virginia Deputy Sheriff Retirement Fund created pursuant to  
94 §7-14D-6 of this code.

95 (x) "Hour of service" means:

96 (1) Each hour for which a member is paid or entitled to payment for covered employment  
97 during which time active duties are performed. These hours shall be credited to the member for  
98 the plan year in which the duties are performed; and

99 (2) Each hour for which a member is paid or entitled to payment for covered employment  
100 during a plan year but where no duties are performed due to vacation, holiday, illness, incapacity  
101 including disability, layoff, jury duty, military duty, leave of absence, or any combination thereof  
102 and without regard to whether the employment relationship has terminated. Hours under this  
103 paragraph shall be calculated and credited pursuant to West Virginia Division of Labor rules. A  
104 member will not be credited with any hours of service for any period of time he or she is receiving  
105 benefits under §7-14D-14 or §7-14D-15 of this code; and

106 (3) Each hour for which back pay is either awarded or agreed to be paid by the employing  
107 county commission, irrespective of mitigation of damages. The same hours of service shall not  
108 be credited both under this paragraph and paragraph (1) or (2) of this subdivision. Hours under  
109 this paragraph shall be credited to the member for the plan year or years to which the award or  
110 agreement pertains rather than the plan year in which the award, agreement, or payment is made.

111 (y) "Member" means a person first hired as a deputy sheriff after the effective date of this  
112 article, as defined in subdivision (u) of this section, or a deputy sheriff first hired prior to the  
113 effective date and who elects to become a member pursuant to §7-14D-5 or §7-14D-17 of this  
114 code. A member shall remain a member until the benefits to which he or she is entitled under  
115 this article are paid or forfeited or until cessation of membership pursuant to §7-14D-5 of this  
116 code.

117 (z) "Monthly salary" means the portion of a member's annual compensation which is paid  
118 to him or her per month.

119           (aa) "Normal form" means a monthly annuity which is one-twelfth of the amount of the  
120 member's accrued benefit which is payable for the member's life. If the member dies before the  
121 sum of the payments he or she receives equals his or her accumulated contributions on the  
122 annuity starting date, the named beneficiary shall receive in one lump sum the difference between  
123 the accumulated contributions at the annuity starting date and the total of the retirement income  
124 payments made to the member.

125           (bb) "Normal retirement age" means the first to occur of the following: (1) Attainment of  
126 age 50 years and the completion of 20 or more years of service; (2) while still in covered  
127 employment, attainment of at least age 50 years, and when the sum of current age plus years of  
128 service equals or exceeds 70 years; (3) while still in covered employment, attainment of at least  
129 age 60 years, and completion of five years of service; or (4) attainment of age 62 years and  
130 completion of five or more years of service.

131           (cc) "Partially disabled" means a member's inability to engage in the duties of deputy  
132 sheriff by reason of any medically determinable physical or mental impairment that can be  
133 expected to result in death or that has lasted or can be expected to last for a continuous period  
134 of not less than 12 months. A member may be determined partially disabled for the purposes of  
135 this article and maintain the ability to engage in other gainful employment which exists within the  
136 state but which ability would not enable him or her to earn an amount at least equal to two thirds  
137 of the average annual compensation earned by all active members of this plan during the plan  
138 year ending as of the most recent June 30, as of which plan data has been assembled and used  
139 for the actuarial valuation of the plan.

140           (dd) "Public Employees Retirement System" means the West Virginia Public Employees  
141 Retirement System created by §5-10-1 *et seq.* of this code.

142           (ee) "Plan" means the West Virginia Deputy Sheriff Death, Disability, and Retirement Plan  
143 established by this article.



144 (ff) "Plan year" means the 12-month period commencing on July 1 of any designated year  
145 and ending the following June 30.

146 (gg) "Qualified public safety employee" means any employee of a participating state or  
147 political subdivision who provides police protection, fire-fighting services, or emergency medical  
148 services for any area within the jurisdiction of the state or political subdivision, or such other  
149 meaning given to the term by Section 72(t)(10)(B) of the Internal Revenue Code or by Treasury  
150 Regulation §1.401(a)-1(b)(2)(v) as they may be amended from time to time.

151 (hh) "Regular interest" means the rate or rates of interest per annum, compounded  
152 annually, as the board adopts in accordance with the provisions of this article.

153 (ii) "Required beginning date" means April 1 of the calendar year following the later of: (i)  
154 The calendar year in which the member attains age 70 and one half; or (ii) the calendar year in  
155 which he or she retires or otherwise separates from covered employment.

156 (jj) "Retire" or "retirement" means a member's withdrawal from the employ of a  
157 participating public employer and the commencement of an annuity by the plan.

158 (kk) "Retirement income payments" means the annual retirement income payments  
159 payable under the plan.

160 (ll) "Spouse" means the person to whom the member is legally married on the annuity  
161 starting date.

162 (mm) "Surviving spouse" means the person to whom the member was legally married at  
163 the time of the member's death and who survived the member.

164 (nn) "Totally disabled" means a member's inability to engage in substantial gainful activity  
165 by reason of any medically determined physical or mental impairment that can be expected to  
166 result in death or that has lasted or can be expected to last for a continuous period of not less  
167 than 12 months. For purposes of this subdivision:

168 (1) A member is totally disabled only if his or her physical or mental impairment or  
169 impairments are so severe that he or she is not only unable to perform his or her previous work

170 as a deputy sheriff but also cannot, considering his or her age, education and work experience,  
171 engage in any other kind of substantial gainful employment which exists in the state regardless  
172 of whether: (A) The work exists in the immediate area in which the member lives; (B) a specific  
173 job vacancy exists; or (C) the member would be hired if he or she applied for work.

174 (2) "Physical or mental impairment" is an impairment that results from an anatomical,  
175 physiological, or psychological abnormality that is demonstrated by medically accepted clinical  
176 and laboratory diagnostic techniques. A member's receipt of Social Security disability benefits  
177 creates a rebuttable presumption that the member is totally disabled for purposes of this plan.  
178 Substantial gainful employment rebuts the presumption of total disability.

179 (oo) "Year of service". — A member shall, except in his or her first and last years of covered  
180 employment, be credited with year of service credit based upon the hours of service performed  
181 as covered employment and credited to the member during the plan year based upon the following  
182 schedule:

| 183 Hours of Service | Years of Service Credited |
|----------------------|---------------------------|
| 184 Less than 500    | 0                         |
| 185 500 to 999       | 1/3                       |
| 186 1,000 to 1,499   | 2/3                       |
| 187 1,500 or more    | 1                         |

188 During a member's first and last years of covered employment, the member shall be  
189 credited with one-twelfth of a year of service for each month during the plan year in which the  
190 member is credited with an hour of service. A member is not entitled to credit for years of service  
191 for any time period during which he or she received disability payments under §7-14D-14 or §7-  
192 14D-15 of this code. Except as specifically excluded, years of service include covered  
193 employment prior to the effective date. Years of service which are credited to a member prior to  
194 his or her receipt of accumulated contributions upon termination of employment pursuant to §7-  
195 14D-13 or §5-10-30 of this code, shall be disregarded for all purposes under this plan unless the

196 member repays the accumulated contributions with interest pursuant to §7-14D-13 of this code  
197 or had prior to the effective date made the repayment pursuant to §5-10-18 of this code.

**§7-14D-11. Retirement benefits.**

1           This section provides for a member's accrued benefit payable starting at the member's  
2 annuity starting date which follows the completion of a written application for the commencement  
3 of benefits. The member shall receive the accrued retirement benefit in the normal form or in an  
4 actuarial equivalent amount in an optional form as provided under §7-14D-12 of this code, subject  
5 to reduction if necessary to comply with the maximum benefit provisions of Section 415 of the  
6 Internal Revenue Code and §7-14D-9a of this code. The first day of the calendar month following  
7 the calendar month of birth shall be used in lieu of any birth date that does not fall on the first day  
8 of a calendar month.

9           (a) *Normal retirement.* — A member whose annuity starting date is the date the member  
10 attains normal retirement age or later is entitled to his or her accrued retirement benefit based on  
11 years of service and final average salary at termination of employment.

12           (b) *Early retirement.* — A member who ceases covered employment and has attained  
13 early retirement age while in covered employment may elect to receive retirement income  
14 payments commencing on the first day of the month coincident with or following the date the  
15 member ceases covered employment. "Normal retirement age" for such a member is the first day  
16 of the calendar month coincident with or next following the month in which the member attains  
17 the age of 50 years. If the member's annuity starting date is prior to the date the member attains  
18 normal retirement age, his or her accrued benefit is reduced to the actuarial equivalent benefit  
19 amount based on the years and months by which his or her annuity starting date precedes the  
20 date he or she attains normal retirement age.

21           (c) Retirement benefits shall be paid monthly in an amount equal to one twelfth of the  
22 retirement income payments elected and at those times established by the board.

**§7-14D-13. Refunds to certain members upon discharge or resignation; deferred retirement; preretirement death; forfeitures.**

1           (a) Any member who terminates covered employment and is not eligible to receive  
2 disability or retirement income benefits under this article is, by written request filed with the board,  
3 entitled to receive from the fund the member's accumulated contributions after offset of any  
4 outstanding loan balance, plus accrued interest, pursuant to §7-14D-23 of this code. Except as  
5 provided in subsection (b) of this section, upon withdrawal the member shall forfeit his or her  
6 accrued benefit and cease to be a member.

7           (b) Any member of this plan who ceases employment in covered employment and active  
8 participation in this plan, and who thereafter becomes reemployed in covered employment may  
9 not receive any credited service for any prior withdrawn or offset accumulated contributions from  
10 either this plan or the Public Employees Retirement System relating to the prior covered  
11 employment unless following his or her return to covered employment and active participation in  
12 this plan, the member redeposits in this plan the amount of the withdrawn accumulated  
13 contributions submitted on salary earned while a deputy sheriff, together with interest on the  
14 accumulated contributions at the rate determined by the board from the date of withdrawal to the  
15 date of redeposit. Upon repayment he or she shall receive the same credit on account of his or  
16 her former service in covered employment as if no refund had been made. The repayment  
17 authorized by this subsection shall be made in a lump sum within 60 months of the deputy sheriff's  
18 reemployment in covered employment or if later, within 60 months of the effective date of this  
19 article.

20           (c) A member of this plan who has elected to transfer from the Public Employees  
21 Retirement System into this plan pursuant to §7-14D-5(b) of this code may not, after having  
22 transferred into and become an active member of this plan, reinstate to his or her credit in this  
23 plan any service credit relating to periods of nondeputy sheriff service which were withdrawn from  
24 the Public Employees Retirement System plan prior to his or her elective transfer into this plan.

25 (d) Every member who completes 60 months of covered employment is eligible, upon  
26 cessation of covered employment, to either withdraw his or her accumulated contributions in  
27 accordance with subsection (a) of this section, or to choose not to withdraw his or her accumulated  
28 contribution and to receive retirement income payments upon attaining normal retirement age.

29 (e) In the event a member dies from any cause other than those specified in §7-14D-18 of  
30 this code and does not have 10 or more years of credited service, the member's accumulated  
31 contributions may be paid to a named beneficiary or beneficiaries. If no beneficiary is named,  
32 then the accumulated contributions shall be paid to the estate of the deceased member.

33 (f) Notwithstanding any other provision of this article, forfeitures under the plan shall not  
34 be applied to increase the benefits any member would otherwise receive under the plan.

**§7-14D-19. Awards and benefits to surviving spouse – when member dies from nonservice-  
connected causes.**

1 (a) In any case where a member who has been a member for at least 10 years, while in  
2 covered employment after the effective date of this article, has died or dies from any cause other  
3 than those specified in §7-14D-18 of this code and not due to vicious habits, intemperance, or  
4 willful misconduct on his or her part, the fund shall pay annually in equal monthly installments to  
5 the surviving spouse during his or her lifetime, a sum equal to the greater of: (i) One half of the  
6 annual compensation received in the preceding 12-month employment period by the deceased  
7 member; or (ii) if the member dies after his or her early or normal retirement age, the monthly  
8 amount which the spouse would have received had the member retired the day before his or her  
9 death, elected a 100 percent joint and survivor annuity with the spouse as the joint annuitant, and  
10 then died.

11 (b) Benefits for a surviving spouse received under this section, §7-14D-20, and §7-14D-  
12 21 of this code are in lieu of receipt of any other benefits under this article for the spouse or any  
13 other person or under the provisions of any other state retirement system based upon the  
14 member's covered employment.

**§7-14D-20. Additional death benefits and scholarships - dependent children.**

1 (a) In addition to the spouse death benefits in §7-14D-18 and §7-14D-19 of this code, the  
2 surviving spouse is entitled to receive and there shall be paid to the spouse \$100 monthly for  
3 each dependent child.

4 (b) If the surviving spouse dies while receiving death benefits provided in §7-14D-18 or  
5 §7-14D-19 of this code or if there is no surviving spouse, the fund shall pay monthly to each  
6 dependent child a sum equal to one fourth of the surviving spouse's entitlement under either §7-  
7 14D-18 and §7-14D-19 of this code. If there is neither a surviving spouse nor a dependent child,  
8 the fund shall pay in equal monthly installments to the dependent parents of the deceased  
9 member during their joint lifetimes a sum equal to the amount which a surviving spouse, without  
10 children, would have received: *Provided*, That when there is only one dependent parent surviving,  
11 that parent is entitled to receive during his or her lifetime one-half the amount which both parents,  
12 if living, would have been entitled to receive: *Provided, however*, That if there is no surviving  
13 spouse, dependent child, nor dependent parent of the deceased member the accumulated  
14 contributions shall be paid to a named beneficiary or beneficiaries: *Provided further*, That if there  
15 is no surviving spouse, dependent child, nor dependent parent of the deceased member, nor any  
16 named beneficiary or beneficiaries then the accumulated contributions shall be paid to the estate  
17 of the deceased member.

18 (c) Any person qualifying as a dependent child under this section, in addition to any other  
19 benefits due under this or other sections of this article, is entitled to receive a scholarship to be  
20 applied to the career development education of that person. This sum, up to but not exceeding  
21 \$7,500 per year, shall be paid from the fund to any higher education institution in this state, career-  
22 technical education provider in this state, or other entity in this state approved by the board, to  
23 offset the expenses of tuition, room and board, books, fees, or other costs incurred in a course of  
24 study at any of these institutions so long as the recipient makes application to the board on an  
25 approved form and under such rules as the board may provide, and maintains scholastic eligibility

26 as defined by the institution or the board. The board may propose legislative rules for promulgation  
27 in accordance with §29A-3-1 *et seq.* of this code which define age requirements, physical and  
28 mental requirements, scholastic eligibility, disbursement methods, institutional qualifications, and  
29 other requirements as necessary and not inconsistent with this section. Scholarship benefits  
30 awarded pursuant to this subsection are not subject to division or payable to an alternate payee  
31 by any Qualified Domestic Relations Order.

**§7-14D-24. Service as sheriff.**

1 (a) Any member who, after the effective date of this article, is elected sheriff of a county in  
2 West Virginia may elect to continue as a member in this plan by paying the amounts required by  
3 §7-14D-7 of this code. Upon the election, service as a sheriff shall be treated as covered  
4 employment and the sheriff is not entitled to any credit for that service under any other retirement  
5 system of the state.

6 (b) Any member retired as a deputy sheriff under this plan who, after the effective date of  
7 this article, is elected or appointed sheriff of a county in West Virginia, may elect to suspend the  
8 payment of his or her annuity from this system and again become a contributing member of this  
9 plan by paying the amounts required by §7-14D-7 of this code. Upon such election, service as a  
10 sheriff shall be treated as covered employment, and the sheriff is not entitled to any credit for that  
11 period of elected service under any other retirement system of the state. At the end of his or her  
12 term as sheriff, the member making such election shall have his or her annuity recalculated and  
13 shall be granted an adjustment to his or her previous annuity to include the period of elected  
14 service.

15 (c) Any person who, before the effective date of this article, was elected sheriff of a county  
16 in West Virginia, and who, immediately prior to being so elected sheriff, was a deputy sheriff with  
17 at least 20 years of credited service under the Public Employees Retirement System, with at least  
18 16 of those 20 years having been earned as a deputy sheriff, may elect to become a member of  
19 this plan by paying the amounts required by §7-14D-7 of this code. Upon such election, service

20 shall be transferred from the Public Employees Retirement System pursuant to §7-14D-8 of this  
21 code: *Provided*, That any service as a sheriff shall be treated as covered employment under this  
22 article and the sheriff is not entitled to any credit for that service as a sheriff or the prior service  
23 as a deputy sheriff under any other retirement system of the state. Persons making the election  
24 provided for in this subsection shall do so within 10 days of taking office as sheriff or within 10  
25 days of the effective date of this provision.

26 (d) Any person who, before the effective date of this article, was elected sheriff of a county  
27 of West Virginia, and who, prior to being elected sheriff, was a deputy sheriff and also a previously  
28 elected sheriff, with credited service under the Public Employees Retirement System, with at least  
29 16 of those years having been earned as combined service as a deputy sheriff and a previously  
30 elected sheriff, may elect to become a member of this plan by paying the amounts required by  
31 §7-14D-7 of this code. Upon such election, service shall be transferred from the Public Employees  
32 Retirement System pursuant to §7-14D-8 of this code: *Provided*, That a person's service as a  
33 sheriff shall be treated as covered employment under this article, and that person is not entitled  
34 to any credit for that service as a sheriff or deputy sheriff under any other retirement system of  
35 this state. A person making the election provided in this subsection shall do so within 30 days of  
36 taking office as a sheriff or within 30 days of the effective date of this provision.

37 (e) Notwithstanding any other provision of the code to the contrary, any member who was  
38 elected sheriff of a county of West Virginia to serve on or after January 1, 2013, and who has not  
39 commenced retirement in the Deputy Sheriff Retirement System or the Public Employees  
40 Retirement System, must notify the board in writing by July 31, 2020, of his or her intent to pay  
41 the difference in the employee contribution between the Public Employees Retirement System  
42 and the Deputy Sheriff Retirement System in order to transfer all service credit earned as a sheriff  
43 or purchased in accordance with Section 414(u) of the Internal Revenue Code and the federal  
44 Uniformed Services Employment and Reemployment Rights Act from the Public Employees  
45 Retirement System to the Deputy Sheriff Retirement System. The board shall compute the



46 difference in employee contributions owed up through September 30, 2020, on the total  
47 compensation for which assets are being transferred and notify the sheriff of the amount owed in  
48 writing by letter mailed no later than August 21, 2020. This difference in employee contributions  
49 must be paid in full by the sheriff to the Deputy Sheriff Retirement System no later than September  
50 30, 2020. If timely paid, employee and employer contributions to the Deputy Sheriff Retirement  
51 System shall commence October 1, 2020.

52 (1) The board shall transfer assets from the Public Employees Retirement System into the  
53 Deputy Sheriff Retirement System no later than November 30, 2020.

54 (2) The amount of assets to be transferred for each transferring sheriff shall be computed  
55 as of July 1, 2019, using the actuarial valuation assumptions in effect for the July 1, 2019, actuarial  
56 valuation of the Public Employees Retirement System, and updated with seven and one-half  
57 percent annual interest to the date of the actual asset transfer. The market value of the assets of  
58 the transferring sheriff in the Public Employees Retirement System shall be determined as of the  
59 end of the month preceding the actual transfer. To determine the computation of the asset share  
60 to be transferred the board shall:

61 (A) Compute the market value of the Public Employees Retirement System assets;

62 (B) Compute the accrued liability for all Public Employees Retirement System retirees,  
63 beneficiaries, disabled retirees, and terminated inactive members;

64 (C) Reduce the market value of Public Employees Retirement System assets by the  
65 accrued liability determined in paragraph (B) of this subdivision;

66 (D) Compute the entry age method accrued liability for all active Public Employees  
67 Retirement System members;

68 (E) Compute the share of accrued liability as determined pursuant to paragraph (D) of this  
69 subdivision, that is attributable to those sheriffs in the Public Employees Retirement System who  
70 have elected to transfer to the plan;

71 (F) Compute the percentage of active member's accrued liability computed to the sheriffs  
72 by dividing paragraph (E) by paragraph (D) of this subdivision; and

73 (G) Determine the asset share to be transferred from Public Employees Retirement  
74 System to the plan by multiplying paragraph (C) times paragraph (F) of this subdivision.

75 (f) Any member who was appointed sheriff of a county in West Virginia in which retirement  
76 contributions were not made to the Deputy Sheriff Retirement System or the Public Employees  
77 Retirement System may purchase service credit for the period he or she served as appointed  
78 sheriff by the member remitting the required employee contribution and any interest thereon, and  
79 the participating public employer remitting the required employer contribution and any interest  
80 thereon. Interest shall accumulate at a rate of 7.5 percent per annum. Payments for the purchase  
81 of service credit authorized by this section must be made in full on or before September 30, 2021.

**§7-14D-32. Severability.**

1 If any part of this article is declared unconstitutional by a court of competent jurisdiction,  
2 such decision shall not affect the validity of the remaining provisions of this article, or the article  
3 in its entirety.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

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*Chairman, Senate Committee*

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*Chairman, House Committee*

Originated in the Senate.

In effect 90 days from passage.

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*Clerk of the Senate*

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*Clerk of the House of Delegates*

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*President of the Senate*

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*Speaker of the House of Delegates*

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The within ..... this the.....  
Day of ....., 2021.

.....  
*Governor*