ASSEMBLY COMMITTEE SUBSTITUTE FOR **ASSEMBLY, No. 4181**

STATE OF NEW JERSEY 218th LEGISLATURE

ADOPTED JUNE 18, 2018

Sponsored by: Assemblywoman PATRICIA EGAN JONES District 5 (Camden and Gloucester) Assemblywoman CAROL A. MURPHY District 7 (Burlington) Senator NILSA CRUZ-PEREZ District 5 (Camden and Gloucester)

SYNOPSIS

Requires establishment of common enrollment system in renaissance school district; expands definition of urban campus area; clarifies that employees of renaissance school projects are in State-administered retirement systems.

CURRENT VERSION OF TEXT

Substitute as adopted by the Assembly Budget Committee.



(Sponsorship Updated As Of: 6/22/2018)

ACS for A4181 JONES, MURPHY

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AN ACT concerning renaissance school districts, supplementing
 chapter 36C of Title 18A of the New Jersey Statutes, and
 revising various parts of the statutory law.

4 5

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

6 7

8 1. (New section) a. The superintendent, State or 9 superintendent, as may be applicable, of a renaissance school 10 district that has established one or more renaissance school projects shall establish and operate, or enter into a contract with a separate 11 12 entity to operate, a common enrollment system. All district schools, 13 charter schools, and renaissance school projects in the renaissance 14 school district shall be required to participate in the common 15 enrollment system. The common enrollment system shall include 16 measures to ensure that each school is equitably serving students 17 with disabilities, English language learners, and all other students. 18 The common enrollment system may grant enrollment priority to a 19 student who has been impacted by a school closure.

20 As used in this section, "common enrollment system" means b. an enrollment procedure under which students shall apply to enroll 21 22 in any district school, charter school, or renaissance school project 23 located in the renaissance school district through a streamlined 24 application process that requires the completion of one application 25 for multiple schools, and which includes measures to ensure that 26 each school is equitably serving students with disabilities, English 27 language learners, and all other students.

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29 2. Section 3 of P.L.2011, c.176 (C.18A:36C-3) is amended to30 read as follows:

31 3. As used in this act:

32 "Commissioner" means the Commissioner of Education.

33 "Failing district" means: in accordance with data from the 34 Statewide assessment reports issued by the Department of Education (1) in the case of a school district located in a city of the 35 36 first class, a school district in which at least 40% of the students 37 scored in the partially proficient range in the language arts and 38 mathematics sections of each State assessment administered in the 39 2009-2010 school year; and (2) in the case of a school district located in a city of the second class, a school district in which at 40 41 least 45% of the students scored in the partially proficient range in 42 the language arts and mathematics sections of each State assessment 43 administered in the 2009-2010 school year.

44 "Per pupil expenditure" means the sum of the budget year45 equalization aid per pupil, budget year adjustment aid per pupil, and

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

Matter underlined <u>thus</u> is new matter.

the prebudget year general fund tax levy per pupil inflated by the
 CPI rate most recent to the calculation.

3 "School facility" means and includes any structure, building, or
4 facility used wholly or in part for educational purposes by the
5 students of a school district.

6 "Renaissance school district" is a failing district in which7 renaissance school projects shall be established.

8 "Renaissance school project" means a newly-constructed school, 9 or group of schools in an urban campus area, that provides an 10 educational program for students enrolled in grades pre-K through 12 or in a grade range less than pre-K through 12, that is agreed to 11 12 by the school district, and is operated and managed by a nonprofit entity in a renaissance school district. A school or group of schools 13 14 may include existing facilities that have undergone substantial 15 reconstruction by the renaissance school project applicant. А substantial reconstruction shall: meet all applicable building codes; 16 17 comply with the Uniform Construction Code enhancements where 18 the health and safety of the building occupants are affected; comply 19 with all "Americans with Disabilities Act of 1990" regulations outlined in the New Jersey Barrier Free Subcode at N.J.A.C.5:23-7 20 et seq.; and comply with the Uniform Construction Code and other 21 22 applicable State and federal laws for radon, lead, asbestos, and 23 other contaminants and be subject to the enforcement of such 24 standards by the applicable State or federal agency. The first 25 facility of a renaissance school project shall be a newly-constructed 26 school facility which is designed to house, upon completion, at least 27 20 percent of the total number of students to be enrolled in the 28 renaissance school project. A renaissance school project may 29 include a dormitory and related facilities as permitted pursuant to 30 section 5 of P.L.2011, c.176 (C.18A:36C-5).

31 "Urban campus area" means the area within a 1.5-mile radius of 32 the site of [the initial] <u>a</u> school of a renaissance school project 33 which has been designated by the nonprofit entity that operates the 34 renaissance school project, except that a high school building which 35 is part of the renaissance school project may be located within a 36 two-mile radius of the site of [the initial] <u>a</u> school of a renaissance 37 school project.

38 (cf: P.L.2014, c.61, s.1)

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40 3. N.J.S.18A:66-2 is amended to read as follows:

41 18A:66-2. As used in this article:

a. "Accumulated deductions" means the sum of all the
amounts, deducted from the compensation of a member or
contributed by or in behalf of the member, including interest
credited to January 1, 1956, standing to the credit of the member's
individual account in the annuity savings fund.

b. "Annuity" means payments for life derived from theaccumulated deductions of a member as provided in this article.

c. "Beneficiary" means any person receiving a retirement
 allowance or other benefit as provided in this article.

3 d. (1) "Compensation" means the contractual salary, for services as a teacher as defined in this article, which is in 4 5 accordance with established salary policies of the member's employer for all employees in the same position but shall not 6 7 include individual salary adjustments which are granted primarily in 8 anticipation of the member's retirement or additional remuneration 9 for performing temporary or extracurricular duties beyond the 10 regular school day or the regular school year.

11 (2) In the case of a person who becomes a member of the 12 retirement system on or after July 1, 2007, "compensation" means the amount of the contractual salary equivalent to the annual 13 14 maximum wage contribution base for Social Security, pursuant to 15 the Federal Insurance Contributions Act, for services as a teacher as 16 defined in this article, which is in accordance with established 17 salary policies of the member's employer for all employees in the 18 same position but shall not include individual salary adjustments 19 which are granted primarily in anticipation of the member's 20 retirement or additional remuneration for performing temporary or 21 extracurricular duties beyond the regular school day or the regular 22 school year. This paragraph shall not apply to a person who at the 23 time of enrollment in the retirement system on or after July 1, 2007 24 transfers service credit from another State-administered retirement 25 system pursuant to N.J.S.18A:66-15.1, but shall apply to a former 26 member of the retirement system who has been granted a retirement 27 allowance and is reenrolled in the retirement system on or after July 28 1, 2007 pursuant to N.J.S.18A:66-53.2 after becoming employed 29 again in a position that makes the person eligible to be a member of 30 the retirement system.

For the period of July 1, 2009 through June 30, 2011, "contractual salary" for State employees shall include wage increases under a collective negotiations agreement notwithstanding that, by amendment to that collective negotiations agreement, the effective date of the contractual increase has been deferred. For the purpose of this paragraph, "State employee" means an employee in the Executive Branch of State government of New Jersey.

e. "Employer" means the State, the board of education or any
educational institution or agency of or within the State by which a
teacher is paid.

41 f. (1) "Final compensation" means the average annual 42 compensation for which contributions are made for the three years 43 of creditable service in New Jersey immediately preceding the 44 member's retirement or death, or it shall mean the average annual 45 compensation for New Jersey service for which contributions are 46 made during any three fiscal years of his or her membership providing the largest possible benefit to the member or the 47 48 member's beneficiary.

(2) In the case of a person who becomes a member of the 1 2 retirement system on or after the effective date of P.L.2010, c.1, 3 "final compensation" means the average annual compensation for 4 which contributions are made for the five years of creditable service 5 in New Jersey immediately preceding the member's retirement or death, or it shall mean the average annual compensation for New 6 Jersey service for which contributions are made during any five 7 8 fiscal years of his or her membership providing the largest possible 9 benefit to the member or the member's beneficiary.

g. "Fiscal year" means any year commencing with July 1, andending with June 30, next following.

h. "Pension" means payments for life derived from
appropriations made by the State or employers to the Teachers'
Pension and Annuity Fund.

i. "Annuity reserve" means the present value of all payments
to be made on account of any annuity or benefit in lieu of an
annuity, granted under the provisions of this article, computed on
the basis of such mortality tables recommended by the actuary as
the board of trustees adopts, with regular interest.

j. "Pension reserve" means the present value of all payments to
be made on account of any pension or benefit in lieu of a pension
granted to a member from the Teachers' Pension and Annuity Fund,
computed on the basis of such mortality tables recommended by the
actuary as the board of trustees adopts, with regular interest.

k. "Present-entrant" means any member of the Teachers'
Pension and Annuity Fund who had established status as a "presententrant member" of said fund prior to January 1, 1956.

1. "Rate of contribution initially certified" means the rate of
contribution certified by the retirement system in accordance with
N.J.S.18A:66-29.

31 m. "Regular interest" shall mean interest as determined by the 32 State Treasurer, after consultation with the Directors of the Divisions of Investment and Pensions, the board of trustees and the 33 34 actuary. It shall bear a reasonable relationship to the percentage rate 35 of earnings on investments based on the market value of assets but 36 shall not exceed the assumed percentage rate of increase applied to 37 salaries plus 3%, provided however that the board of trustees shall 38 not set the average percentage rate of increase applied to salaries 39 below 6%.

40 n. "Retirement allowance" means the pension plus the annuity.

41 o. "School service" means any service as a "teacher" as defined42 in this section.

p. "Teacher" means any regular teacher, special teacher,
helping teacher, teacher clerk, principal, vice-principal, supervisor,
supervising principal, director, superintendent, city superintendent,
assistant city superintendent, county superintendent, State
Commissioner or Assistant Commissioner of Education, members
of the State Department of Education who are certificated,

ACS for A4181 JONES, MURPHY

6

unclassified professional staff and other members of the teaching or 1 2 professional staff of any class, public school, renaissance school 3 project established pursuant to P.L.2011, c.176 (C.18A:36C-1 et 4 seq.) upon commencement of employment, high school, normal 5 school, model school, training school, vocational school, truant 6 reformatory school, or parental school, and of any and all classes or schools within the State conducted under the order and 7 8 superintendence, and wholly or partly at the expense of the State 9 Board of Education, of a duly elected or appointed board of 10 education, board of school directors, or board of trustees of the 11 State or of any school district or normal school district thereof, and 12 any persons under contract or engagement to perform one or more 13 of these functions. It shall also mean any person who serves, while 14 on an approved leave of absence from regular duties as a teacher, as 15 an officer of a local, county or State labor organization which 16 represents, or is affiliated with an organization which represents, 17 teachers as defined in this subsection. No person shall be deemed a 18 teacher within the meaning of this article who is a substitute 19 teacher. In all cases of doubt the board of trustees shall determine 20 whether any person is a teacher as defined in this article.

21 "Teachers' Pension and Annuity Fund," hereinafter referred q. 22 to as the "retirement system" or "system," is the corporate name of 23 the arrangement for the payment of retirement allowances and other 24 benefits under the provisions of this article, including the several 25 funds placed under said system. By that name all its business shall 26 be transacted, its funds invested, warrants for money drawn, and 27 payments made and all of its cash and securities and other property 28 held.

29 "Veteran" means any honorably discharged officer, soldier, r. 30 sailor, airman, marine or nurse who served in any Army, Air Force 31 or Navy of the Allies of the United States in World War I between 32 July 14, 1914, and November 11, 1918, or who served in any Army, 33 Air Force or Navy of the Allies of the United States in World War 34 II, between September 1, 1939, and September 2, 1945, and who 35 was inducted into such service through voluntary enlistment, and 36 was a citizen of the United States at the time of such enlistment, and 37 who did not, during or by reason of such service, renounce or lose 38 United States citizenship, and any officer, soldier, sailor, marine, 39 airman, nurse or army field clerk who has served in the active 40 military or naval service of the United States and has or shall be 41 discharged or released therefrom under conditions other than 42 dishonorable, in any of the following wars, uprisings, insurrections, 43 expeditions or emergencies, and who has presented to the retirement 44 system evidence of such record of service in form and content 45 satisfactory to said retirement system:

46 (1) The Indian wars and uprisings during any of the periods
47 recognized by the War Department of the United States as periods
48 of active hostility;

(2) The Spanish-American War between April 20, 1898, and 1 2 April 11, 1899; 3 (3) The Philippine insurrections and expeditions during the 4 periods recognized by the War Department of the United States as 5 of active hostility from February 4, 1899, to the end of 1913; (4) The Peking relief expedition between June 20, 1900, and 6 7 May 27, 1902; 8 (5) The army of Cuban occupation between July 18, 1898, and 9 May 20, 1902; 10 (6) The army of Cuban pacification between October 6, 1906, 11 and April 1, 1909; 12 (7) The Mexican punitive expedition between March 14, 1916, 13 and February 7, 1917; 14 (8) The Mexican border patrol, having actually participated in 15 engagements against Mexicans between April 12, 1911, and June 16 16, 1919; 17 (9) World War I, between April 6, 1917, and November 11, 18 1918; 19 (10) World War II, between September 16, 1940, and December 31, 1946, who shall have served at least 90 days in such active 20 service, exclusive of any period of assignment (1) for a course of 21 22 education or training under the Army Specialized Training Program 23 or the Navy College Training Program, which course was a 24 continuation of a civilian course and was pursued to completion, or 25 (2) as a cadet or midshipman at one of the service academies, any 26 part of which 90 days was served between said dates; provided that 27 any person receiving an actual service-incurred injury or disability 28 shall be classed as a veteran, whether or not that person has 29 completed the 90-day service as herein provided; 30 (11) Korean conflict on or after June 23, 1950, and on or prior to 31 January 31, 1955, who shall have served at least 90 days in such 32 active service, exclusive of any period of assignment (1) for a 33 course of education or training under the Army Specialized 34 Training Program or the Navy College Training Program, which 35 course was a continuation of a civilian course and was pursued to 36 completion, or (2) as a cadet or midshipman at one of the service 37 academies, any part of which 90 days was served between said 38 dates; provided that any person receiving an actual service-incurred 39 injury or disability shall be classed as a veteran, whether or not that 40 person has completed the 90-day service as herein provided; and 41 provided further that any member classed as a veteran pursuant to 42 this subsection prior to August 1, 1966, shall continue to be classed 43 as a veteran, whether or not that person completed the 90-day 44 service between said dates as herein provided; 45 (12) Lebanon crisis, on or after July 1, 1958, who has served in 46 Lebanon or on board any ship actively engaged in patrolling the 47 territorial waters of that nation for a period, continuous or in the 48 aggregate, of at least 14 days commencing on or before November

1, 1958 or the date of termination of that conflict, as proclaimed by
 the President of the United States or Congress, whichever date of
 termination is the latest, in such active service; provided, that any
 person receiving an actual service-incurred injury or disability shall
 be classed as a veteran whether or not that person has completed the
 14 days' service as herein provided;

7 (13) Vietnam conflict, on or after December 31, 1960, and on or 8 prior to May 7, 1975, who shall have served at least 90 days in such 9 active service, exclusive of any period of assignment (1) for a 10 course of education or training under the Army Specialized 11 Training Program or the Navy College Training Program, which 12 course was a continuation of a civilian course and was pursued to 13 completion, or (2) as a cadet or midshipman at one of the service academies, any part of which 90 days was served between said 14 15 dates; and exclusive of any service performed pursuant to the 16 provisions of section 511(d) of Title 10, United States Code, 17 pursuant to an enlistment in the Army National Guard or as a 18 reserve for service in the Army Reserve, Naval Reserve, Air Force 19 Reserve, Marine Corps Reserve, or Coast Guard Reserve; provided 20 that any person receiving an actual service-incurred injury or 21 disability shall be classed as a veteran, whether or not that person 22 has completed the 90-day service as herein provided;

23 (14) Lebanon peacekeeping mission, on or after September 26, 24 1982, who has served in Lebanon or on board any ship actively 25 engaged in patrolling the territorial waters of that nation for a 26 period, continuous or in the aggregate, of at least 14 days 27 commencing on or before December 1, 1987 or the date of 28 termination of that mission, as proclaimed by the President of the 29 United States or Congress, whichever date of termination is the 30 latest, in such active service; provided, that any person receiving an 31 actual service-incurred injury or disability shall be classed as a 32 veteran whether or not that person has completed the 14 days' 33 service as herein provided;

34 (15) Grenada peacekeeping mission, on or after October 23, 35 1983, who has served in Grenada or on board any ship actively 36 engaged in patrolling the territorial waters of that nation for a 37 period, continuous or in the aggregate, of at least 14 days 38 commencing on or before November 21, 1983 or the date of 39 termination of that mission, as proclaimed by the President of the 40 United States or Congress, whichever date of termination is the 41 latest, in such active service; provided, that any person receiving an 42 actual service-incurred injury or disability shall be classed as a 43 veteran whether or not that person has completed the 14 days' 44 service as herein provided;

(16) Panama peacekeeping mission, on or after December 20,
1989 or the date of inception of that mission, as proclaimed by the
President of the United States or Congress, whichever date of
inception is earliest, who has served in Panama or on board any ship

actively engaged in patrolling the territorial waters of that nation for 1 2 a period, continuous or in the aggregate, of at least 14 days 3 commencing on or before January 31, 1990 or the date of 4 termination of that mission, as proclaimed by the President of the 5 United States or Congress, whichever date of termination is the 6 latest, in such active service; provided, that any person receiving an 7 actual service-incurred injury or disability shall be classed as a 8 veteran whether or not that person has completed the 14 days' 9 service as herein provided;

10 (17) Operation "Desert Shield/Desert Storm" mission in the 11 Arabian peninsula and the Persian Gulf, on or after August 2, 1990 12 or the date of inception of that operation, as proclaimed by the 13 President of the United States or Congress, whichever date of 14 inception is earliest, who has served in the Arabian peninsula or on 15 board any ship actively engaged in patrolling the Persian Gulf for a 16 period, continuous or in the aggregate, of at least 14 days 17 commencing on or before the date of termination of that mission, as 18 proclaimed by the President of the United States or Congress, 19 whichever date of termination is the latest, in such active service; 20 provided, that any person receiving an actual service-incurred injury 21 or disability shall be classed as a veteran whether or not that person 22 has completed the 14 days' service as herein provided;

23 (18) Operation Northern Watch and Operation Southern Watch, 24 on or after August 27, 1992, or the date of inception of that 25 operation, as proclaimed by the President of the United States, 26 Congress or United States Secretary of Defense, whichever date of 27 inception is earliest, who served in the theater of operation, 28 including in the Arabian peninsula and the Persian Gulf, and in 29 direct support of that operation for a period, continuously or in the 30 aggregate, of at least 14 days in such active service, commencing on 31 or before the date of termination of the operation, as proclaimed by 32 the President of the United States, Congress or United States 33 Secretary of Defense, whichever date of termination is latest; 34 provided, that any person receiving an actual service-incurred injury 35 or disability while engaged in such service shall be classed as a 36 veteran whether or not that person has completed the 14 days' 37 service as herein provided;

38 (19) Operation "Restore Hope" in Somalia, on or after December 39 5, 1992, or the date of inception of that operation as proclaimed by 40 the President of the United States or Congress, whichever date is 41 earliest, who has served in Somalia or on board any ship actively 42 engaged in patrolling the territorial waters of that nation for a period, continuously or in the aggregate, of at least 14 days in such 43 44 active service commencing on or before March 31, 1994; provided 45 that any person receiving an actual service-incurred injury or 46 disability shall be classed as a veteran whether or not that person 47 has completed the 14-day service as herein provided;

(20) Operations "Joint Endeavor" and "Joint Guard" in the 1 2 Republic of Bosnia and Herzegovina, on or after November 20, 3 1995, who served in such active service in direct support of one or 4 both of the operations for at least 14 days, continuously or in the 5 aggregate, commencing on or before June 20, 1998, and (1) was 6 deployed in that nation or in another area in the region, or (2) was 7 on board a United States naval vessel operating in the Adriatic Sea, 8 or (3) operated in airspace above the Republic of Bosnia and 9 Herzegovina; provided that any person receiving an actual service-10 incurred injury or disability shall be classed as a veteran whether or 11 not that person completed the 14-day service requirement;

12 (21) Operation "Enduring Freedom", on or after September 11, 13 2001, who served in a theater of operation and in direct support of 14 that operation for a period, continuously or in the aggregate, of at 15 least 14 days in such active service commencing on or before the 16 date the President of the United States or the United States 17 Secretary of Defense designates as the termination date of that 18 operation; provided, that any person receiving an actual service-19 incurred injury or disability while engaged in such service shall be 20 classed as a veteran whether or not that person has completed the 14 21 days' service as herein provided; and

22 (22) Operation "Iraqi Freedom", on or after the date the President 23 of the United States or the United States Secretary of Defense 24 designates as the inception date of that operation, who served in 25 Iraq or in another area in the region in direct support of that 26 operation for a period, continuously or in the aggregate, of at least 27 14 days in such active service commencing on or before the date the 28 President of the United States or the United States Secretary of 29 Defense designates as the termination date of that operation; 30 provided, that any person receiving an actual service-incurred injury 31 or disability while engaged in such service shall be classed as a 32 veteran whether or not that person has completed the 14 days' 33 service as herein provided.

Weteran" also means any honorably discharged member of the
American Merchant Marine who served during World War II and is
declared by the United States Department of Defense to be eligible
for federal veterans' benefits.

s. "Child" means a deceased member's unmarried child either
(a) under the age of 18 or (b) of any age who, at the time of the
member's death, is disabled because of mental retardation or
physical incapacity, is unable to do any substantial, gainful work
because of the impairment and the impairment has lasted or can be
expected to last for a continuous period of not less than 12 months,
as affirmed by the medical board.

t. (1) "Widower," for employees of the State, means the man
to whom a member was married, or a domestic partner as defined in
section 3 of P.L.2003, c.246 (C.26:8A-3), at least five years before
the date of her death and to whom she continued to be married or a

domestic partner until the date of her death and who was receiving 1 2 at least one-half of his support from the member in the 12-month 3 period immediately preceding the member's death or the accident 4 which was the direct cause of the member's death. The dependency 5 of such a widower will be considered terminated by marriage of, or establishment of a domestic partnership by, the widower subsequent 6 7 to the death of the member. In the event of the payment of an 8 accidental death benefit, the five-year qualification shall be waived. 9

(2) Subject to the provisions of paragraph (3) of this subsection, 10 "widower," for employees of public employers other than the State, means the man to whom a member was married at least five years 11 12 before the date of her death and to whom she continued to be 13 married until the date of her death and who was receiving at least one-half of his support from the member in the 12-month period 14 15 immediately preceding the member's death or the accident which was the direct cause of the member's death. The dependency of such 16 17 a widower shall be considered terminated by marriage of the 18 widower subsequent to the death of the member. In the event of the 19 payment of an accidental death benefit, the five-year qualification 20 shall be waived.

(3) A public employer other than the State may adopt a
resolution providing that the term "widower" as defined in
paragraph (2) of this subsection shall include domestic partners as
provided in paragraph (1) of this subsection.

25 u. (1) "Widow," for employees of the State, means the woman 26 to whom a member was married, or a domestic partner as defined in 27 section 3 of P.L.2003, c.246 (C.26:8A-3), at least five years before 28 the date of his death and to whom he continued to be married or a 29 domestic partner until the date of his death and who was receiving 30 at least one-half of her support from the member in the 12-month period immediately preceding the member's death or the accident 31 32 which was the direct cause of the member's death. The dependency 33 of such a widow will be considered terminated by the marriage of, 34 or establishment of a domestic partnership by, the widow 35 subsequent to the member's death. In the event of the payment of an 36 accidental death benefit, the five-year qualification shall be waived.

37 (2) Subject to the provisions of paragraph (3) of this subsection, 38 "widow," for employees of public employers other than the State, 39 means the woman to whom a member was married at least five years before the date of his death and to whom he continued to be 40 41 married until the date of his death and who was receiving at least 42 one-half of her support from the member in the 12-month period 43 immediately preceding the member's death or the accident which 44 was the direct cause of the member's death. The dependency of such 45 a widow shall be considered terminated by the marriage of the 46 widow subsequent to the member's death. In the event of the 47 payment of an accidental death benefit, the five-year qualification 48 shall be waived.

1 (3) A public employer other than the State may adopt a 2 resolution providing that the term "widower" as defined in 3 paragraph (2) of this subsection shall include domestic partners as 4 provided in paragraph (1) of this subsection.

5 v. "Parent" means the parent of a member who was receiving at 6 least one-half of the parent's support from the member in the 12-7 month period immediately preceding the member's death or the 8 accident which was the direct cause of the member's death. The 9 dependency of such a parent will be considered terminated by 10 marriage of the parent subsequent to the death of the member.

w. "Medical board" means the board of physicians provided forin N.J.S.18A:66-56.

x. (1) "Spouse," for employees of the State, means the husband
or wife, or domestic partner as defined in section 3 of P.L.2003,
c.246 (C.26:8A-3), of a member.

(2) Subject to the provisions of paragraph (1) of this subsection,
"spouse," for employees of public employers other than the State,
means the husband or wife of a member.

(3) A public employer other than the State may adopt a
resolution providing that the term "spouse" as defined in paragraph
(2) of this subsection shall include domestic partners as provided in
paragraph (1) of this subsection.

23 (cf: P.L.2010, c.1, s.20)

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4. Section 7 of P.L.1954, c.84 (C.43:15A-7) is amended to readas follows:

7. There is hereby established the Public Employees'
Retirement System of New Jersey in the Division of Pensions and
Benefits of the Department of the Treasury. The membership of the
retirement system shall include:

a. The members of the former "State Employees' Retirement
System of New Jersey" enrolled as such as of December 30, 1954,
who shall not have claimed for refund their accumulated deductions
in said system as provided in this section;

35 b. Any person becoming an employee of the State or other 36 employer after January 2, 1955 and every veteran, other than a 37 retired member who returns to service pursuant to subsection b. of 38 section 27 of P.L.1966, c.217 (C.43:15A-57.2) and other than those 39 whose appointments are seasonal, becoming an employee of the 40 State or other employer after such date, including a temporary 41 employee with at least one year's continuous service. The 42 membership of the retirement system shall not include those persons appointed to serve as described in paragraphs (2) and (3) of 43 44 subsection a. of section 2 of P.L.2007, c.92 (C.43:15C-2), except a 45 person who was a member of the retirement system prior to the 46 effective date of sections 1 through 19 of P.L.2007, c.92 (C.43:15C-47 1 through C.43:15C-15, C.43:3C-9, C.43:15A-7, C.43:15A-75 and 48 C.43:15A-135) and continuously thereafter; and

c. Every employee veteran in the employ of the State or other
 employer on January 2, 1955, who is not a member of any
 retirement system supported wholly or partly by the State.

4 d. Membership in the retirement system shall be optional for 5 elected officials other than veterans, and for school crossing guards, who having become eligible for benefits under other pension 6 7 systems are so employed on a part-time basis. Elected officials 8 commencing service on or after the effective date of sections 1 9 through 19 of P.L.2007, c.92 (C.43:15C-1 through C.43:15C-15, 10 C.43:3C-9, C.43:15A-7, C.43:15A-75 and C.43:15A-135) shall not 11 be eligible for membership in the retirement system based on 12 service in the elective public office, except that an elected official 13 enrolled in the retirement system as of that effective date who 14 continues to hold that elective public office or, for an elected 15 official specified in section 5 of P.L.2017, c.344 (C.43:15A-7.5), 16 another elective public office, without a break in service shall be 17 eligible to continue membership in the retirement system under the 18 terms and conditions of enrollment. Service in the Legislature shall 19 be considered a single elective public office. Any part-time school crossing guard who is eligible for benefits under any other pension 20 system and who was hired as a part-time school crossing guard 21 22 prior to March 4, 1976, may at any time terminate his membership 23 in the retirement system by making an application in writing to the 24 board of trustees of the retirement system. Upon receiving such 25 application, the board of trustees shall terminate his enrollment in 26 the system and direct the employer to cease accepting contributions 27 from the member or deducting from the compensation paid to the 28 member. State employees who become members of any other 29 retirement system supported wholly or partly by the State as a 30 condition of employment shall not be eligible for membership in 31 this retirement system. Notwithstanding any other law to the 32 contrary, all other persons accepting employment in the service of 33 the State shall be required to enroll in the retirement system as a 34 condition of their employment, regardless of age.

(1) Before or on November 1, 2008, no person in employment,
office or position, for which the annual salary or remuneration is
fixed at less than \$1,500.00, shall be eligible to become a member
of the retirement system.

39 (2) After November 1, 2008, a person who was a member of the
40 retirement system on that date and continuously thereafter shall be
41 eligible to be a member of the retirement system in employment,
42 office or position, for which the annual salary or remuneration is
43 fixed at \$1,500 or more.

(3) After November 1, 2008 and before or on the effective date
of P.L.2010, c.1, a person who was not a member of the retirement
system on November 1, 2008, or who was a member of the
retirement system on that date but not continuously thereafter, and
who is in employment, office or position, for which the annual

salary or remuneration is certified by the applicable public entity at 1 2 \$7,500 or more, shall be eligible to become a member of the 3 The \$7,500 minimum annual salary or retirement system. 4 remuneration amount shall be adjusted annually by the Director of 5 the Division of Pensions and Benefits, by regulation, in accordance with changes in the Consumer Price Index but by no more than 4 6 7 percent. "Consumer Price Index" means the average of the annual 8 increase, expressed as a percentage, in the consumer price index for 9 all urban consumers in the New York City and Philadelphia 10 metropolitan statistical areas during the preceding calendar year as 11 reported by the United States Department of Labor.

12 (4) After the effective date of P.L.2010, c.1, no person in an 13 employment, office or position of the State, or an agency, board, 14 commission, authority or instrumentality of the State, for which the 15 hours of work are fixed at fewer than 35 per week shall be eligible 16 to become a member of the retirement system; and no person in 17 employment, office or position with a political subdivision of the 18 State, or an agency, board, commission, authority or instrumentality 19 of a political subdivision of the State, for which the hours of work 20 are fixed by an ordinance or resolution of the political subdivision, or agency, board, commission, authority or instrumentality thereof, 21 22 at fewer than 32 per week shall be eligible to become a member of 23 the retirement system. Any hour or part thereof, during which the 24 person does not work due to the person's participation in a 25 voluntary or mandatory furlough program shall not be deducted in 26 determining if a person's hours of work are fixed at fewer than 35 or 27 32 per week, as appropriate, for the purpose of eligibility.

e. Membership of any person in the retirement system shall
cease if he shall discontinue his service for more than two
consecutive years.

31 The accumulated deductions of the members of the former f. 32 "State Employees' Retirement System" which have been set aside in 33 a trust fund designated as Fund A as provided in section 5 of this 34 act and which have not been claimed for refund prior to February 1, 35 1955 shall be transferred from said Fund A to the Annuity Savings 36 Fund of the Retirement System, provided for in section 25 of this 37 act. Each member whose accumulated deductions are so transferred 38 shall receive the same prior service credit, pension credit, and 39 membership credit in the retirement system as he previously had in 40 the former "State Employees' Retirement System" and shall have 41 such accumulated deductions credited to his individual account in 42 the Annuity Savings Fund. Any outstanding obligations of such 43 member shall be continued.

g. Any school crossing guard electing to terminate his
membership in the retirement system pursuant to subsection d. of
this section shall, upon his request, receive a refund of his
accumulated deductions as of the date of his appointment to the
position of school crossing guard. Such refund of contributions

shall serve as a waiver of all benefits payable to the employee, to
 his dependent or dependents, or to any of his beneficiaries under the

3 retirement system.

4 h. A temporary employee who is employed under the federal 5 Workforce Investment Act shall not be eligible for membership in 6 the system. Membership for temporary employees employed under 7 the federal Job Training Partnership Act, Pub.L.97-300 (29 8 U.S.C.s.1501) who are in the system on September 19, 1986 shall 9 be terminated, and affected employees shall receive a refund of 10 their accumulated deductions as of the date of commencement of 11 employment in a federal Job Training Partnership Act program. 12 Such refund of contributions shall serve as a waiver of all benefits payable to the employee, to his dependent or dependents, or to any 13 14 of his beneficiaries under the retirement system.

15 Membership in the retirement system shall be optional for a i. 16 special service employee who is employed under the federal Older 17 American Community Service Employment Act, Pub.L.94-135 (42 18 U.S.C.s.3056). Any special service employee employed under the 19 federal Older American Community Service Employment Act, 20 Pub.L.94-135 (42 U.S.C.s.3056), who is in the retirement system on the effective date of P.L.1996, c.139 may terminate membership in 21 22 the retirement system by making an application in writing to the 23 board of trustees of the retirement system. Upon receiving the 24 application, the board shall terminate enrollment in the system and 25 the member shall receive a refund of accumulated deductions as of 26 the date of commencement of employment in a federal Older 27 American Community Service Employment Act program. This 28 refund of contributions shall serve as a waiver of all benefits 29 payable to the employee, to any dependent or dependents, or to any 30 beneficiary under the retirement system.

31 An employee of the South Jersey Port Corporation who was j. 32 employed by the South Jersey Port Corporation as of the effective 33 date of P.L.1997, c.150 (C.34:1B-144 et al.) and who shall be re-34 employed within 365 days of such effective date by a subsidiary 35 corporation or other corporation, which has been established by the 36 Delaware River Port Authority pursuant to subdivision (m) of 37 Article I of the compact creating the Delaware River Port Authority 38 (R.S.32:3-2), as defined in section 3 of P.L.1997, c.150 (C.34:1B-39 146), shall be eligible to continue membership while an employee 40 of such subsidiary or other corporation.

- 41 <u>k. An employee of a renaissance school project established</u>
 42 <u>pursuant to P.L.2011, c.176 (C.18A:36C-1 et seq.) upon</u>
 43 <u>commencement of employment.</u>
- 44 (cf: P.L.2017, c.344, s.1)
- 45 46

5. This act shall take effect immediately.