ASSEMBLY, No. 2317 STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED FEBRUARY 3, 2020

Sponsored by: Assemblywoman ANGELICA M. JIMENEZ District 32 (Bergen and Hudson) Assemblyman PEDRO MEJIA District 32 (Bergen and Hudson)

Co-Sponsored by: Assemblyman Auth, Assemblywoman Tucker and Assemblyman Giblin

SYNOPSIS

Enhances PFRS accidental death benefit for surviving spouse who becomes eligible after effective date by providing for minimum of \$50,000 annually.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 3/5/2020)

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1 AN ACT concerning the accidental death benefit of the Police and 2 Firemen's Retirement System and amending P.L.1944, c.255 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 10 of P.L.1944, c.255 (C.43:16A-10) is amended to 8 read as follows: 9 10. (1) Upon the death of a member in active service as a result 10 of: 11 (a) an accident met in the actual performance of duty at some 12 definite time and place, or 13 (b) service in the reserve component of the Armed Forces of the 14 United States or the National Guard in a federal active duty status, 15 and such death was not the result of the member's willful negligence, an accidental death benefit shall be payable if a report 16 17 of the accident is filed in the office of the retirement system within 60 days next following the accident, but the board of trustees may 18 waive such time limit, for a reasonable period, if in the judgment of 19 20 the board the circumstances warrant such action. No such 21 application shall be valid or acted upon unless it is filed in the 22 office of the retirement system within five years of the date of such 23 death. 24 The provisions of this subsection shall also apply to a member 25 who is a fireman and who dies as a result of an accident met in the 26 actual performance of duty as a volunteer fireman in any 27 municipality in the State, provided the member's death was not the 28 result of the member's willful negligence. 29 (2) Upon the receipt of proper proofs of the death of a member 30 on account of which an accidental death benefit is payable, there 31 shall be paid to his widow or widower a pension of 70% of the 32 compensation [,] upon which contributions by the member to the 33 annuity savings fund were based in the last year of creditable 34 service, or a pension of \$50,000 when death occurs on or after the effective date of P.L., c. (pending before the Legislature as this 35 bill), whichever is greater, for the use of herself or himself and the 36 37 children of the deceased member; if there is no surviving widow or 38 widower or in case the widow or widower dies, 70% of such 39 compensation will be payable to the member's surviving child or 40 surviving children in equal shares. If there is no surviving widow, widower or child, 25% of the 41 42 compensation upon which contributions by the member to the 43 annuity savings fund were based in the last year of creditable 44 service, will be payable to one surviving dependent parent or 40% 45 of such compensation will be payable to two surviving parents in 46 equal shares.

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.

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In the event of accidental death occurring in the first year of
 creditable service, the benefits, payable pursuant to this subsection,
 shall be computed at the annual rate of compensation.

4 (3) If there is no surviving widow, widower, child or dependent
5 parent, there shall be paid to any other beneficiary of the deceased
6 member, his aggregate contributions at the time of death.

7 (4) In no case shall the death benefit provided in subsection (2)8 be less than that provided under subsection (3).

9 (5) In addition to the foregoing benefits payable under 10 subsection (2) or (3), there shall also be paid in one sum to such beneficiary, if living, as the member shall have nominated by 11 12 written designation duly executed and filed with the retirement system, otherwise to the executor or administrator of the member's 13 14 estate, an amount equal to $3 \frac{1}{2}$ times the compensation upon which 15 contributions by the member to the annuity savings fund were based 16 in the last year of creditable service.

(6) In addition to the foregoing benefits, the State shall pay to
the member's employer-sponsored health insurance program all
health insurance premiums for the coverage of the member's
surviving widow or widower and dependent children.

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2. This act shall take effect immediately.

STATEMENT

This bill enhances the accidental death benefit of a member of 27 the Police and Firemen's Retirement System (PFRS) for a 28 29 member's surviving spouse. Currently, that benefit is 70 percent of the compensation upon which contributions by the member to PFRS 30 31 were based in the last year of creditable service. The bill provides 32 an alternative benefit, if larger, of \$50,000 annually for the 33 surviving spouse of a member who dies on or after the effective 34 date of this bill.