ASSEMBLY, No. 1026 **STATE OF NEW JERSEY** 219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by: Assemblywoman JOANN DOWNEY District 11 (Monmouth) Assemblyman ERIC HOUGHTALING District 11 (Monmouth)

SYNOPSIS

Changes definition of veteran and eliminates requirement of service during specified dates or in specified locations for certain pension benefits.

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel.



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AN ACT concerning the definition of veteran for certain pension
 benefits and amending various parts of the statutory law.

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

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

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

9 a. "Accumulated deductions" means the sum of all the 10 amounts, deducted from the compensation of a member or 11 contributed by or in behalf of the member, including interest 12 credited to January 1, 1956, standing to the credit of the member's 13 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 retirementallowance or other benefit as provided in this article.

18 d. (1) "Compensation" means the contractual salary, for 19 services as a teacher as defined in this article, which is in accordance with established salary policies of the member's 20 employer for all employees in the same position but shall not 21 22 include individual salary adjustments which are granted primarily in 23 anticipation of the member's retirement or additional remuneration 24 for performing temporary or extracurricular duties beyond the 25 regular school day or the regular school year.

26 (2) In the case of a person who becomes a member of the 27 retirement system on or after July 1, 2007, "compensation" means 28 the amount of the contractual salary equivalent to the annual 29 maximum wage contribution base for Social Security, pursuant to the Federal Insurance Contributions Act, for services as a teacher as 30 31 defined in this article, which is in accordance with established 32 salary policies of the member's employer for all employees in the 33 same position but shall not include individual salary adjustments 34 which are granted primarily in anticipation of the member's 35 retirement or additional remuneration for performing temporary or 36 extracurricular duties beyond the regular school day or the regular 37 school year. This paragraph shall not apply to a person who at the 38 time of enrollment in the retirement system on or after July 1, 2007 39 transfers service credit from another State-administered retirement system pursuant to N.J.S.18A:66-15.1, but shall apply to a former 40 41 member of the retirement system who has been granted a retirement 42 allowance and is reenrolled in the retirement system on or after July 43 1, 2007 pursuant to N.J.S.18A:66-53.2 after becoming employed 44 again in a position that makes the person eligible to be a member of 45 the retirement system.

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 thus is new matter.

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.

8 e. "Employer" means the State, the board of education or any 9 educational institution or agency of or within the State by which a 10 teacher is paid.

f. (1) "Final compensation" means the average annual 11 12 compensation for which contributions are made for the three years of creditable service in New Jersey immediately preceding the 13 14 member's retirement or death, or it shall mean the average annual 15 compensation for New Jersey service for which contributions are 16 made during any three fiscal years of his or her membership 17 providing the largest possible benefit to the member or the 18 member's beneficiary.

(2) In the case of a person who becomes a member of the 19 retirement system on or after the effective date of P.L.2010, c.1, 20 "final compensation" means the average annual compensation for 21 22 which contributions are made for the five years of creditable service 23 in New Jersey immediately preceding the member's retirement or 24 death, or it shall mean the average annual compensation for New 25 Jersey service for which contributions are made during any five 26 fiscal years of his or her membership providing the largest possible 27 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.

m. "Regular interest" shall mean interest as determined by the 1 2 State Treasurer, after consultation with the Directors of the 3 Divisions of Investment and Pensions, the board of trustees and the 4 actuary. It shall bear a reasonable relationship to the percentage rate 5 of earnings on investments based on the market value of assets but 6 shall not exceed the assumed percentage rate of increase applied to 7 salaries plus 3%, provided however that the board of trustees shall 8 not set the average percentage rate of increase applied to salaries 9 below 6%.

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

o. "School service" means any service as a "teacher" as definedin this section.

13 "Teacher" means any regular teacher, special teacher, n. 14 helping teacher, teacher clerk, principal, vice-principal, supervisor, 15 supervising principal, director, superintendent, city superintendent, 16 assistant city superintendent, county superintendent, State 17 Commissioner or Assistant Commissioner of Education, members 18 of the State Department of Education who are certificated, 19 unclassified professional staff and other members of the teaching or 20 professional staff of any class, public school, renaissance school project established pursuant to P.L.2011, c.176 (C.18A:36C-21 22 1 et seq.) upon commencement of employment, high school, normal 23 school, model school, training school, vocational school, truant 24 reformatory school, or parental school, and of any and all classes or 25 schools within the State conducted under the order and 26 superintendence, and wholly or partly at the expense of the State 27 Board of Education, of a duly elected or appointed board of 28 education, board of school directors, or board of trustees of the 29 State or of any school district or normal school district thereof, and 30 any persons under contract or engagement to perform one or more 31 of these functions. It shall also mean any person who serves, while 32 on an approved leave of absence from regular duties as a teacher, as 33 an officer of a local, county or State labor organization which 34 represents, or is affiliated with an organization which represents, 35 teachers as defined in this subsection. No person shall be deemed a 36 teacher within the meaning of this article who is a substitute 37 teacher. In all cases of doubt the board of trustees shall determine 38 whether any person is a teacher as defined in this article.

39 "Teachers' Pension and Annuity Fund," hereinafter referred a. to as the "retirement system" or "system," is the corporate name of 40 41 the arrangement for the payment of retirement allowances and other 42 benefits under the provisions of this article, including the several 43 funds placed under said system. By that name all its business shall 44 be transacted, its funds invested, warrants for money drawn, and 45 payments made and all of its cash and securities and other property 46 held.

r. "Veteran" means any [honorably discharged officer, soldier,
sailor, airman, marine or nurse who served in any Army, Air Force

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or Navy of the Allies of the United States in World War I between 1 2 July 14, 1914, and November 11, 1918, or who served in any Army, 3 Air Force or Navy of the Allies of the United States in World War 4 II, between September 1, 1939, and September 2, 1945, and who 5 was inducted into such service through voluntary enlistment, and 6 was a citizen of the United States at the time of such enlistment, and who did not, during or by reason of such service, renounce or lose 7 8 United States citizenship, and any officer, soldier, sailor, marine, 9 airman, nurse or army field clerk who has served in the active 10 military or naval service of the United States and has or shall be citizen and resident of this State discharged or released [therefrom] 11 12 under conditions other than dishonorable [, in any of the following 13 wars, uprisings, insurrections, expeditions or emergencies] from 14 active duty in the Armed Forces of the United States, a Reserve 15 component thereof, or the New Jersey National Guard in a federal active duty status, as defined in N.J.S.38A:1-1, and who has 16 17 presented to the retirement system evidence of such record of 18 service in form and content satisfactory to said retirement system [: 19 (1) The Indian wars and uprisings during any of the periods 20 recognized by the War Department of the United States as periods 21 of active hostility; 22 (2) The Spanish-American War between April 20, 1898, and 23 April 11, 1899; 24 (3) The Philippine insurrections and expeditions during the 25 periods recognized by the War Department of the United States as 26 of active hostility from February 4, 1899, to the end of 1913; 27 (4) The Peking relief expedition between June 20, 1900, and 28 May 27, 1902; 29 (5) The army of Cuban occupation between July 18, 1898, and 30 May 20, 1902; 31 (6) The army of Cuban pacification between October 6, 1906, 32 and April 1, 1909; 33 (7) The Mexican punitive expedition between March 14, 1916, 34 and February 7, 1917; 35 (8) The Mexican border patrol, having actually participated in 36 engagements against Mexicans between April 12, 1911, and June 37 16, 1919; 38 (9) World War I, between April 6, 1917, and November 11, 39 1918; 40 (10) World War II, between September 16, 1940, and 41 December 31, 1946, who shall have served at least 90 days in such 42 active service, exclusive of any period of assignment (1) for a 43 course of education or training under the Army Specialized 44 Training Program or the Navy College Training Program, which 45 course was a continuation of a civilian course and was pursued to 46 completion, or (2) as a cadet or midshipman at one of the service 47 academies, any part of which 90 days was served between said

dates; provided that any person receiving an actual service-incurred
 injury or disability shall be classed as a veteran, whether or not that

3 person has completed the 90-day service as herein provided;

4 (11) Korean conflict on or after June 23, 1950, and on or prior 5 to January 31, 1955, who shall have served at least 90 days in such 6 active service, exclusive of any period of assignment (1) for a 7 course of education or training under the Army Specialized 8 Training Program or the Navy College Training Program, which 9 course was a continuation of a civilian course and was pursued to 10 completion, or (2) as a cadet or midshipman at one of the service 11 academies, any part of which 90 days was served between said 12 dates; provided that any person receiving an actual service-incurred 13 injury or disability shall be classed as a veteran, whether or not that 14 person has completed the 90-day service as herein provided; and 15 provided further that any member classed as a veteran pursuant to 16 this subsection prior to August 1, 1966, shall continue to be classed 17 as a veteran, whether or not that person completed the 90-day 18 service between said dates as herein provided;

19 (12) Lebanon crisis, on or after July 1, 1958, who has served in 20 Lebanon or on board any ship actively engaged in patrolling the 21 territorial waters of that nation for a period, continuous or in the 22 aggregate, of at least 14 days commencing on or before November 23 1, 1958 or the date of termination of that conflict, as proclaimed by 24 the President of the United States or Congress, whichever date of 25 termination is the latest, in such active service; provided, that any 26 person receiving an actual service-incurred injury or disability shall 27 be classed as a veteran whether or not that person has completed the 28 14 days' service as herein provided;

29 (13) Vietnam conflict, on or after December 31, 1960, and on 30 or prior to May 7, 1975, who shall have served at least 90 days in such active service, exclusive of any period of assignment (1) for a 31 32 course of education or training under the Army Specialized 33 Training Program or the Navy College Training Program, which 34 course was a continuation of a civilian course and was pursued to 35 completion, or (2) as a cadet or midshipman at one of the service 36 academies, any part of which 90 days was served between said 37 dates; and exclusive of any service performed pursuant to the 38 provisions of section 511(d) of Title 10, United States Code, 39 pursuant to an enlistment in the Army National Guard or as a 40 reserve for service in the Army Reserve, Naval Reserve, Air Force 41 Reserve, Marine Corps Reserve, or Coast Guard Reserve; provided 42 that any person receiving an actual service-incurred injury or 43 disability shall be classed as a veteran, whether or not that person 44 has completed the 90-day service as herein provided;

(14) Lebanon peacekeeping mission, on or after September 26,
1982, who has served in Lebanon or on board any ship actively
engaged in patrolling the territorial waters of that nation for a
period, continuous or in the aggregate, of at least 14 days

1 commencing on or before December 1, 1987 or the date of 2 termination of that mission, as proclaimed by the President of the 3 United States or Congress, whichever date of termination is the 4 latest, in such active service; provided, that any person receiving an 5 actual service-incurred injury or disability shall be classed as a 6 veteran whether or not that person has completed the 14 days' 7 service as herein provided;

8 (15) Grenada peacekeeping mission, on or after October 23, 9 1983, who has served in Grenada or on board any ship actively 10 engaged in patrolling the territorial waters of that nation for a period, continuous or in the aggregate, of at least 14 days 11 12 commencing on or before November 21, 1983 or the date of 13 termination of that mission, as proclaimed by the President of the 14 United States or Congress, whichever date of termination is the 15 latest, in such active service; provided, that any person receiving an 16 actual service-incurred injury or disability shall be classed as a 17 veteran whether or not that person has completed the 14 days' 18 service as herein provided;

19 (16) Panama peacekeeping mission, on or after December 20, 20 1989 or the date of inception of that mission, as proclaimed by the President of the United States or Congress, whichever date of 21 22 inception is earliest, who has served in Panama or on board any ship 23 actively engaged in patrolling the territorial waters of that nation for 24 a period, continuous or in the aggregate, of at least 14 days 25 commencing on or before January 31, 1990 or the date of 26 termination of that mission, as proclaimed by the President of the 27 United States or Congress, whichever date of termination is the 28 latest, in such active service; provided, that any person receiving an 29 actual service-incurred injury or disability shall be classed as a 30 veteran whether or not that person has completed the 14 days' 31 service as herein provided;

32 (17) Operation "Desert Shield/Desert Storm" mission in the 33 Arabian peninsula and the Persian Gulf, on or after August 2, 1990 34 or the date of inception of that operation, as proclaimed by the 35 President of the United States or Congress, whichever date of 36 inception is earliest, who has served in the Arabian peninsula or on 37 board any ship actively engaged in patrolling the Persian Gulf for a 38 period, continuous or in the aggregate, of at least 14 days 39 commencing on or before the date of termination of that mission, as 40 proclaimed by the President of the United States or Congress, 41 whichever date of termination is the latest, in such active service; 42 provided, that any person receiving an actual service-incurred injury 43 or disability shall be classed as a veteran whether or not that person 44 has completed the 14 days' service as herein provided;

(18) Operation Northern Watch and Operation Southern Watch,
on or after August 27, 1992, or the date of inception of that
operation, as proclaimed by the President of the United States,
Congress or United States Secretary of Defense, whichever date of

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inception is earliest, who served in the theater of operation, 1 2 including in the Arabian peninsula and the Persian Gulf, and in 3 direct support of that operation for a period, continuously or in the 4 aggregate, of at least 14 days in such active service, commencing on 5 or before the date of termination of the operation, as proclaimed by 6 the President of the United States, Congress or United States 7 Secretary of Defense, whichever date of termination is latest; 8 provided, that any person receiving an actual service-incurred injury 9 or disability while engaged in such service shall be classed as a 10 veteran whether or not that person has completed the 14 days' 11 service as herein provided;

12 (19) Operation "Restore Hope" in Somalia, on or after 13 December 5, 1992, or the date of inception of that operation as 14 proclaimed by the President of the United States or Congress, 15 whichever date is earliest, who has served in Somalia or on board 16 any ship actively engaged in patrolling the territorial waters of that 17 nation for a period, continuously or in the aggregate, of at least 14 18 days in such active service commencing on or before March 31, 19 1994; provided that any person receiving an actual service-incurred 20 injury or disability shall be classed as a veteran whether or not that 21 person has completed the 14-day service as herein provided;

22 (20) Operations "Joint Endeavor" and "Joint Guard" in the 23 Republic of Bosnia and Herzegovina, on or after November 20, 24 1995, who served in such active service in direct support of one or 25 both of the operations for at least 14 days, continuously or in the 26 aggregate, commencing on or before June 20, 1998, and (1) was 27 deployed in that nation or in another area in the region, or (2) was 28 on board a United States naval vessel operating in the Adriatic Sea, 29 or (3) operated in airspace above the Republic of Bosnia and Herzegovina; provided that any person receiving an actual service-30 31 incurred injury or disability shall be classed as a veteran whether or 32 not that person completed the 14-day service requirement;

33 (21) Operation "Enduring Freedom", on or after September 11, 34 2001, who served in a theater of operation and in direct support of 35 that operation for a period, continuously or in the aggregate, of at 36 least 14 days in such active service commencing on or before the 37 date the President of the United States or the United States 38 Secretary of Defense designates as the termination date of that 39 operation; provided, that any person receiving an actual service-40 incurred injury or disability while engaged in such service shall be 41 classed as a veteran whether or not that person has completed the 14 42 days' service as herein provided; and

43 (22) Operation "Iraqi Freedom", on or after the date the
44 President of the United States or the United States Secretary of
45 Defense designates as the inception date of that operation, who
46 served in Iraq or in another area in the region in direct support of
47 that operation for a period, continuously or in the aggregate, of at
48 least 14 days in such active service commencing on or before the

1 date the President of the United States or the United States 2 Secretary of Defense designates as the termination date of that 3 operation; provided, that any person receiving an actual service-4 incurred injury or disability while engaged in such service shall be 5 classed as a veteran whether or not that person has completed the 14 6 days' service as herein provided.

7 "Veteran" also means any honorably discharged member of the
8 American Merchant Marine who served during World War II and is
9 declared by the United States Department of Defense to be eligible
10 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.

18 t. (1) "Widower," for employees of the State, means the man 19 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 20 21 the date of her death and to whom she continued to be married or a 22 domestic partner until the date of her death and who was receiving 23 at least one-half of his support from the member in the 12-month 24 period immediately preceding the member's death or the accident 25 which was the direct cause of the member's death. The dependency 26 of such a widower will be considered terminated by marriage of, or 27 establishment of a domestic partnership by, the widower subsequent 28 to the death of the member. In the event of the payment of an 29 accidental death benefit, the five-year qualification shall be waived.

30 (2) Subject to the provisions of paragraph (3) of this subsection, 31 "widower," for employees of public employers other than the State, 32 means the man to whom a member was married at least five years 33 before the date of her death and to whom she continued to be 34 married until the date of her death and who was receiving at least 35 one-half of his support from the member in the 12-month period 36 immediately preceding the member's death or the accident which 37 was the direct cause of the member's death. The dependency of such 38 a widower shall be considered terminated by marriage of the 39 widower subsequent to the death of the member. In the event of the 40 payment of an accidental death benefit, the five-year qualification 41 shall be waived.

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

46 u. (1) "Widow," for employees of the State, means the woman
47 to whom a member was married, or a domestic partner as defined in
48 section 3 of P.L.2003, c.246 (C.26:8A-3), at least five years before

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

10 (2) Subject to the provisions of paragraph (3) of this subsection, "widow," for employees of public employers other than the State, 11 12 means the woman to whom a member was married at least five 13 years before the date of his death and to whom he continued to be 14 married until the date of his death and who was receiving at least 15 one-half of her support from the member in the 12-month period immediately preceding the member's death or the accident which 16 17 was the direct cause of the member's death. The dependency of such 18 a widow shall be considered terminated by the marriage of the 19 widow subsequent to the member's death. In the event of the 20 payment of an accidental death benefit, the five-year qualification 21 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.

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

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

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

44 (cf: P.L.2018, c.129, s.1)

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46 2. Section 6 of P.L.1954, c.84 (C.43:15A-6) is amended to read 47 as follows:

48 6. As used in this act:

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

5 b. "Annuity" means payments for life derived from the 6 accumulated deductions of a member as provided in this act.

c. "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 act, computed on the
basis of such mortality tables recommended by the actuary as the
board of trustees adopts, with regular interest.

d. "Beneficiary" means any person receiving a retirementallowance or other benefit as provided in this act.

e. "Child" means a deceased member's unmarried child either (1) under the age of 18 or (2) of any age who, at the time of the member's death, is disabled because of an intellectual disability 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.

f. "Parent" shall mean the parent of a member who was receiving at least 1/2 of the parent's support from the member in the 12-month period immediately preceding the member's death or the accident which was the direct cause of the member's death. The dependency of such a parent will be considered terminated by marriage of the parent subsequent to the death of the member.

27 (1) "Widower," for employees of the State, means the man g. 28 to whom a member was married, or a domestic partner as defined in 29 section 3 of P.L.2003, c.246 (C.26:8A-3), at least five years before 30 the date of her death and to whom she continued to be married or a 31 domestic partner until the date of her death and who was receiving 32 at least 1/2 of his support from the member in the 12-month period 33 immediately preceding the member's death or the accident which 34 was the direct cause of the member's death. The dependency of such 35 a widower will be considered terminated by marriage of, or 36 establishment of a domestic partnership by, the widower subsequent 37 to the death of the member. In the event of the payment of an 38 accidental death benefit, the five-year qualification shall be waived.

39 (2) Subject to the provisions of paragraph (3) of this subsection, 40 "widower," for employees of public employers other than the State, 41 means the man to whom a member was married at least five years 42 before the date of her death and to whom she continued to be 43 married until the date of her death and who was receiving at least 1/2 of his support from the member in the 12-month period 44 45 immediately preceding the member's death or the accident which 46 was the direct cause of the member's death. The dependency of such 47 a widower shall be considered terminated by marriage of the widower subsequent to the death of the member. In the event of the 48

payment of an accidental death benefit, the five-year qualification
 shall be waived.

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

7 h. (1) "Final compensation" means the average annual 8 compensation for which contributions are made for the three years of creditable service in New Jersey immediately preceding the 9 member's retirement or death, or it shall mean the average annual 10 11 compensation for New Jersey service for which contributions are 12 made during any three fiscal years of his or her membership providing the largest possible benefit to the member or the 13 14 member's beneficiary.

15 (2) In the case of a person who becomes a member of the 16 retirement system on or after the effective date of P.L.2010, c.1, 17 "final compensation" means the average annual compensation for 18 which contributions are made for the five years of creditable service 19 in New Jersey immediately preceding the member's retirement or 20 death, or it shall mean the average annual compensation for New Jersey service for which contributions are made during any five 21 22 fiscal years of his or her membership providing the largest possible 23 benefit to the member or the member's beneficiary.

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

j. "Medical board" shall mean the board of physicians
provided for in section 17 of P.L.1954, c.84 (C.43:15A-17).

28 k. "Pension" means payments for life derived from29 appropriations made by the employer as provided in this act.

1. "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 under the provisions of this act, computed on the basis of
 such mortality tables recommended by the actuary as the board of
 trustees adopts, with regular interest.

35 m. "Public Employees' Retirement System of New Jersey," 36 hereinafter referred to as the "retirement system" or "system," is the 37 corporate name of the arrangement for the payment of retirement 38 allowances and other benefits under the provisions of this act 39 including the several funds placed under said system. By that name 40 all of its business shall be transacted, its funds invested, warrants 41 for money drawn, and payments made and all of its cash and 42 securities and other property held.

n. "Regular interest" shall mean interest as determined by the
State Treasurer, after consultation with the Directors of the
Divisions of Investment and Pensions, the board of trustees and the
actuary. It shall bear a reasonable relationship to the percentage rate
of earnings on investments based on the market value of the assets
but shall not exceed the assumed percentage rate of increase applied

to salaries plus 3%, provided however that the board of trustees
shall not set the average percentage rate of increase applied to
salaries below 6%.

o. "Retirement allowance" means the pension plus the annuity.

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5 p. "Veteran" means any [honorably discharged officer, soldier, 6 sailor, airman, marine or nurse who served in any Army, Air Force or Navy of the Allies of the United States in World War I, between 7 8 July 14, 1914, and November 11, 1918, or who served in any Army, 9 Air Force or Navy of the Allies of the United States in World War 10 II, between September 1, 1939, and September 2, 1945, and who 11 was inducted into such service through voluntary enlistment, and 12 was a citizen of the United States at the time of such enlistment, and 13 who did not, during or by reason of such service, renounce or lose 14 United States citizenship, and any officer, soldier, sailor, marine, airman, nurse or army field clerk, who has served in the active 15 16 military or naval service of the United States and has or shall be] citizen and resident of this State discharged or released [therefrom] 17 18 under conditions other than dishonorable, **[**in any of the following 19 wars, uprisings, insurrections, expeditions, or emergencies] from 20 active duty in the Armed Forces of the United States, a Reserve 21 component thereof, or the New Jersey National Guard in a federal 22 active duty status, as defined in N.J.S.38A:1-1, and who has 23 presented to the retirement system evidence of such record of 24 service in form and content satisfactory to said retirement system:

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

(2) The Spanish-American War between April 20, 1898, andApril 11, 1899;

30 (3) The Philippine insurrections and expeditions during the
31 periods recognized by the War Department of the United States as
32 of active hostility from February 4, 1899, to the end of 1913;

33 (4) The Peking relief expedition between June 20, 1900, and34 May 27, 1902;

35 (5) The army of Cuban occupation between July 18, 1898, and36 May 20, 1902;

37 (6) The army of Cuban pacification between October 6, 1906,38 and April 1, 1909;

39 (7) The Mexican punitive expedition between March 14, 1916,40 and February 7, 1917;

41 (8) The Mexican border patrol, having actually participated in
42 engagements against Mexicans between April 12, 1911, and June
43 16, 1919;

44 (9) World War I, between April 6, 1917, and November 11, 45 1918;

46 (10) World War II, between September 16, 1940, and
47 December 31, 1946, who shall have served at least 90 days in such

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active service, exclusive of any period of assignment (1) for a 1 2 course of education or training under the Army Specialized 3 Training Program or the Navy College Training Program which 4 course was a continuation of a civilian course and was pursued to 5 completion, or (2) as a cadet or midshipman at one of the service 6 academies any part of which 90 days was served between said 7 dates; provided, that any person receiving an actual service-incurred 8 injury or disability shall be classed as a veteran whether or not that 9 person has completed the 90-day service as herein provided;

10 (11) Korean conflict on or after June 23, 1950, and on or prior 11 to January 31, 1955, who shall have served at least 90 days in such 12 active service, exclusive of any period of assignment (1) for a 13 course of education or training under the Army Specialized 14 Training Program or the Navy College Training Program which 15 course was a continuation of a civilian course and was pursued to 16 completion, or (2) as a cadet or midshipman at one of the service 17 academies, any part of which 90 days was served between said 18 dates; provided, that any person receiving an actual service-incurred 19 injury or disability shall be classed as a veteran whether or not that 20 person has completed the 90-day service as herein provided; and 21 provided further, that any member classed as a veteran pursuant to 22 this paragraph prior to August 1, 1966, shall continue to be classed 23 as a veteran whether or not that person completed the 90-day 24 service between said dates as herein provided;

25 (12) Lebanon crisis, on or after July 1, 1958, who has served in 26 Lebanon or on board any ship actively engaged in patrolling the 27 territorial waters of that nation for a period, continuous or in the 28 aggregate, of at least 14 days commencing on or before November 29 1, 1958 or the date of termination of that conflict, as proclaimed by 30 the President of the United States or Congress, whichever date of 31 termination is the latest, in such active service; provided, that any 32 person receiving an actual service-incurred injury or disability shall 33 be classed as a veteran whether or not that person has completed the 34 14 days' service as herein provided;

35 (13) Vietnam conflict on or after December 31, 1960, and on or 36 prior to May 7, 1975, who shall have served at least 90 days in such 37 active service, exclusive of any period of assignment (1) for a 38 course of education or training under the Army Specialized 39 Training Program or the Navy College Training Program which 40 course was a continuation of a civilian course and was pursued to 41 completion, or (2) as a cadet or midshipman at one of the service 42 academies, any part of which 90 days was served between said dates; and exclusive of any service performed pursuant to the 43 44 provisions of section 511(d) of Title 10, United States Code, 45 pursuant to an enlistment in the Army National Guard or as a 46 reserve for service in the Army Reserve, Naval Reserve, Air Force 47 Reserve, Marine Corps Reserve, or Coast Guard Reserve; provided, 48 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 90 days' service as herein provided;

3 (14) Lebanon peacekeeping mission, on or after September 26, 4 1982, who has served in Lebanon or on board any ship actively 5 engaged in patrolling the territorial waters of that nation for a 6 period, continuous or in the aggregate, of at least 14 days 7 commencing on or before December 1, 1987 or the date of 8 termination of that mission, as proclaimed by the President of the 9 United States or Congress, whichever date of termination is the 10 latest, in such active service; provided, that any person receiving an 11 actual service-incurred injury or disability shall be classed as a 12 veteran whether or not that person has completed the 14 days' 13 service as herein provided;

14 (15) Grenada peacekeeping mission, on or after October 23, 15 1983, who has served in Grenada or on board any ship actively engaged in patrolling the territorial waters of that nation for a 16 17 period, continuous or in the aggregate, of at least 14 days 18 commencing on or before November 21, 1983 or the date of 19 termination of that mission, as proclaimed by the President of the 20 United States or Congress, whichever date of termination is the 21 latest, in such active service; provided, that any person receiving an 22 actual service-incurred injury or disability shall be classed as a 23 veteran whether or not that person has completed the 14 days' 24 service as herein provided;

25 (16) Panama peacekeeping mission, on or after December 20, 26 1989 or the date of inception of that mission, as proclaimed by the 27 President of the United States or Congress, whichever date of 28 inception is earliest, who has served in Panama or on board any ship 29 actively engaged in patrolling the territorial waters of that nation for 30 a period, continuous or in the aggregate, of at least 14 days 31 commencing on or before January 31, 1990 or the date of 32 termination of that mission, as proclaimed by the President of the 33 United States or Congress, whichever date of termination is the 34 latest, in such active service; provided, that any person receiving an 35 actual service-incurred injury or disability shall be classed as a 36 veteran whether or not that person has completed the 14 days' 37 service as herein provided;

38 (17) Operation "Desert Shield/Desert Storm" mission in the 39 Arabian peninsula and the Persian Gulf, on or after August 2, 1990 40 or the date of inception of that operation, as proclaimed by the 41 President of the United States or Congress, whichever date of 42 inception is earliest, who has served in the Arabian peninsula or on 43 board any ship actively engaged in patrolling the Persian Gulf for a 44 period, continuous or in the aggregate, of at least 14 days 45 commencing on or before the date of termination of that mission, as 46 proclaimed by the President of the United States or Congress, 47 whichever date of termination is the latest, in such active service; 48 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;

3 (18) Operation Northern Watch and Operation Southern Watch, 4 on or after August 27, 1992, or the date of inception of that 5 operation, as proclaimed by the President of the United States, 6 Congress or United States Secretary of Defense, whichever date of 7 inception is earliest, who served in the theater of operation, 8 including in the Arabian peninsula and the Persian Gulf, and in 9 direct support of that operation for a period, continuously or in the 10 aggregate, of at least 14 days in such active service, commencing on 11 or before the date of termination of that operation, as proclaimed by 12 the President of the United States, Congress or United States 13 Secretary of Defense, whichever date of termination is the latest; 14 provided, that any person receiving an actual service-incurred injury 15 or disability while engaged in such service shall be classed as a 16 veteran whether or not that person has completed the 14 days' 17 service as herein provided;

18 (19) Operation "Restore Hope" in Somalia, on or after 19 December 5, 1992, or the date of inception of that operation as 20 proclaimed by the President of the United States or Congress, whichever date is earliest, who has served in Somalia or on board 21 22 any ship actively engaged in patrolling the territorial waters of that 23 nation for a period, continuously or in the aggregate, of at least 14 24 days in such active service commencing on or before March 31, 25 1994; provided that any person receiving an actual service-incurred 26 injury or disability shall be classed as a veteran whether or not that 27 person has completed the 14-day service as herein provided;

28 (20) Operations "Joint Endeavor" and "Joint Guard" in the 29 Republic of Bosnia and Herzegovina, on or after November 20, 30 1995, who served in such active service in direct support of one or 31 both of the operations for at least 14 days, continuously or in the 32 aggregate, commencing on or before June 20, 1998 and (1) was 33 deployed in that nation or in another area in the region, or (2) was 34 on board a United States naval vessel operating in the Adriatic Sea, 35 or (3) operated in airspace above the Republic of Bosnia and 36 Herzegovina; provided that any person receiving an actual service-37 incurred injury or disability shall be classed as a veteran whether or 38 not that person completed the 14-day service requirement;

39 (21) Operation "Enduring Freedom", on or after September 11, 40 2001, who served in a theater of operation and in direct support of 41 that operation for a period, continuously or in the aggregate, of at 42 least 14 days in such active service commencing on or before the 43 date the President of the United States or the United States 44 Secretary of Defense designates as the termination date of that 45 operation; provided, that any person receiving an actual service-46 incurred injury or disability while engaged in such service shall be 47 classed as a veteran whether or not that person has completed the 14 48 days' service as herein provided; and

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(22) Operation "Iraqi Freedom", on or after the date the 1 2 President of the United States or the United States Secretary of 3 Defense designates as the inception date of that operation, who 4 served in Iraq or in another area in the region in direct support of 5 that operation for a period, continuously or in the aggregate, of at 6 least 14 days in such active service commencing on or before the 7 date the President of the United States or the United States 8 Secretary of Defense designates as the termination date of that 9 operation; provided, that any person receiving an actual service-10 incurred injury or disability while engaged in such service shall be 11 classed as a veteran whether or not that person has completed the 14 12 days' service as herein provided.

"Veteran" 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].

17 q. (1) "Widow," for employees of the State, means the woman 18 to whom a member was married, or a domestic partner as defined in 19 section 3 of P.L.2003, c.246 (C.26:8A-3), at least five years before 20 the date of his death and to whom he continued to be married or a 21 domestic partner until the date of his death and who was receiving 22 at least 1/2 of her support from the member in the 12-month period 23 immediately preceding the member's death or the accident which 24 was the direct cause of the member's death. The dependency of such 25 a widow will be considered terminated by the marriage of, or 26 establishment of a domestic partnership by, the widow subsequent 27 to the member's death. In the event of the payment of an accidental 28 death benefit, the five-year qualification shall be waived.

29 (2) Subject to the provisions of paragraph (3) of this subsection, 30 "widow," for employees of public employers other than the State, 31 means the woman to whom a member was married at least five 32 years before the date of his death and to whom he continued to be 33 married until the date of his death and who was receiving at least 34 1/2 of her support from the member in the 12-month period 35 immediately preceding the member's death or the accident which 36 was the direct cause of the member's death. The dependency of such 37 a widow shall be considered terminated by the marriage of the 38 widow subsequent to the member's death. In the event of the 39 payment of an accidental death benefit, the five-year qualification 40 shall be waived.

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

r. (1) "Compensation" means the base or contractual salary,
for services as an employee, which is in accordance with
established salary policies of the member's employer for all
employees in the same position but shall not include individual

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salary adjustments which are granted primarily in anticipation of
 the member's retirement or additional remuneration for performing
 temporary or extracurricular duties beyond the regular workday or
 the regular work year.

5 (2) In the case of a person who becomes a member of the 6 retirement system on or after July 1, 2007, "compensation" means 7 the amount of base or contractual salary equivalent to the annual 8 maximum wage contribution base for Social Security, pursuant to 9 the Federal Insurance Contributions Act, for services as an 10 employee, which is in accordance with established salary policies of 11 the member's employer for all employees in the same position but 12 shall not include individual salary adjustments which are granted 13 primarily in anticipation of the member's retirement or additional 14 remuneration for performing temporary or extracurricular duties 15 beyond the regular workday or the regular work year. This 16 paragraph shall not apply to a person who at the time of enrollment 17 in the retirement system on or after July 1, 2007 transfers service 18 credit from another State-administered retirement system pursuant 19 to section 14 of P.L.1954, c.84 (C.43:15A-14), but shall apply to a 20 former member of the retirement system who has been granted a 21 retirement allowance and is reenrolled in the retirement system on 22 or after July 1, 2007 pursuant to section 27 of P.L.1966, c.217 23 (C.43:15A-57.2) after becoming employed again in a position that 24 makes the person eligible to be a member of the retirement system.

In cases where salary includes maintenance, the retirement system shall fix the value of that part of the salary not paid in money which shall be considered under this act.

28 For the period of July 1, 2009 through June 30, 2011, 29 "contractual salary" for State employees shall include across the 30 board negotiated wage increases under a collective negotiations 31 agreement that were payable to all State employees covered by that 32 agreement notwithstanding that, by amendment to that collective 33 negotiations agreement, the effective date of the contractual 34 increase has been deferred. For the purpose of this paragraph, "State employee" means an employee in the Executive Branch or 35 36 the Judicial Branch of State government of New Jersey or an 37 employee of the State University authorized to participate in the 38 system under subsection b. of section 73 of P.L.1954, c.84 39 (C.43:15A-73), but shall not include employees of agencies 40 authorized to participate in the system under subsections a., c., d., 41 e., f., and g. of section 73 of P.L.1954, c.84 (C.43:15A-73) or under 42 P.L.1990, c.25 (C.43:15A-73.2 et al.).

For the period of July 1, 2009 through June 30, 2011, "contractual salary" for county and municipal employees shall include across the board negotiated wage increases under a collective negotiations agreement that were payable to all county or all municipal employees covered by that agreement notwithstanding that, by amendment to that collective negotiations agreement which

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has been filed with the Division of Pensions and Benefits, the 1 2 effective date of the contractual increase has been deferred. For the 3 purpose of this paragraph, "county and municipal employees" 4 means all persons employed by a county or municipality in this 5 State. 6 (cf: P.L.2010, c.50, s.71) 7 8 3. Section 1 of P.L.1983, c.391 (C.43:16A-11.7) is amended to 9 read as follows: 10 1. For purposes of this act "veteran" means any [honorably 11 discharged officer, soldier, sailor, airman, marine or nurse who 12 served in any Army, Air Force or Navy of the Allies of the United 13 States in World War I, between July 14, 1914, and November 11, 14 1918, or who served in any Army, Air Force or Navy of the Allies of the United States in World War II, between September 1, 1939, 15 16 and September 2, 1945, and who was inducted into such service 17 through voluntary enlistment, and was a citizen of the United States 18 at the time of such enlistment, and who did not, during or by reason 19 of such service, renounce or lose United States citizenship, and any officer, soldier, sailor, marine, airman, nurse or army field clerk, 20 21 who has served in the active military or naval service of the United 22 States and has or shall be <u>citizen and resident of this State</u> 23 discharged or released [therefrom] under conditions other than 24 dishonorable, in any of the following wars, uprisings, 25 insurrections, expeditions, or emergencies from active duty in the 26 Armed Forces of the United States, a Reserve component thereof, or 27 the New Jersey National Guard in a federal active duty status, as defined in N.J.S.38A:1-1, and who has presented to the retirement 28 29 system evidence of such record of service in form and content 30 satisfactory to said retirement system **[**: 31 (1) The Indian wars and uprisings during any of the periods 32 recognized by the War Department of the United States as periods 33 of active hostility; (2) The Spanish-American War between April 20, 1898, and 34 35 April 11, 1899; (3) The Philippine insurrections and expeditions during the 36 37 periods recognized by the War Department of the United States as 38 of active hostility from February 4, 1899, to the end of 1913; 39 (4) The Peking relief expedition between June 20, 1900, and 40 May 27, 1902; 41 (5) The army of Cuban occupation between July 18, 1898, and May 20, 1902; 42 43 (6) The army of Cuban pacification between October 6, 1906, 44 and April 1, 1909; 45 (7) The Mexican punitive expedition between March 14, 1916, 46 and February 7, 1917;

(8) The Mexican border patrol, having actually participated in
 engagements against Mexicans between April 12, 1911, and June
 16, 1919;

4 (9) World War I between April 6, 1917, and November 11, 5 1918;

6 (10) World War II, between September 16, 1940, and 7 December 31, 1946, who shall have served at least 90 days in such 8 active service, exclusive of any period of assignment (1) for a 9 course of education or training under the Army Specialized 10 Training Program or the Navy College Training program which 11 course was a continuation of a civilian course and was pursued to 12 completion, or (2) as a cadet or midshipman at one of the service 13 academies any part of which 90 days was served between said 14 dates; provided, that any person receiving an actual service-incurred 15 injury or disability shall be classed as a veteran whether or not that 16 person has completed the 90-day service as herein provided;

17 (11) Korean conflict on or after June 23, 1950, and on or prior 18 to January 31, 1955, who shall have served at least 90 days in such 19 active service, exclusive of any period of assignment (1) for a 20 course of education or training under the Army Specialized Training Program or the Navy College Training Program which 21 22 course was a continuation of a civilian course and was pursued to 23 completion, or (2) as a cadet or midshipman at one of the service 24 academies, any part of which 90 days was served between said 25 dates; provided, that any person receiving an actual service-incurred 26 injury or disability shall be classed as a veteran whether or not that 27 person has completed the 90-day service as herein provided; and 28 provided further, that any member classed as a veteran pursuant to 29 this subparagraph prior to August 1, 1966, shall continue to be 30 classed as a veteran whether or not the member completed the 90-31 day service between said dates as herein provided;

32 (12) Lebanon crisis, on or after July 1, 1958, who has served in 33 Lebanon or on board any ship actively engaged in patrolling the 34 territorial waters of that nation for a period, continuous or in the 35 aggregate, of at least 14 days commencing on or before November 36 1, 1958 or the date of termination of that conflict, as proclaimed by 37 the President of the United States or Congress, whichever date of 38 termination is the latest, in such active service; provided, that any 39 person receiving an actual service-incurred injury or disability shall 40 be classed as a veteran whether or not that person has completed the 41 14 days' service as herein provided;

(13) Vietnam conflict on or after December 31, 1960, and on or
prior to May 7, 1975, who shall have served at least 90 days in such
active service, exclusive of any period of assignment (1) for a
course of education or training under the Army Specialized
Training Program or the Navy College Training Program which
course was a continuation of a civilian course and was pursued to
completion, or (2) as a cadet or midshipman at one of the service

academies, any part of which 90 days was served between said 1 2 dates; and exclusive of any service performed pursuant to the 3 provisions of section 511 (d) of Title 10, United States Code, 4 pursuant to an enlistment in the Army National Guard or as a 5 reserve for service in the Army Reserve, Naval Reserve, Air Force 6 Reserve, Marine Corps Reserve, or Coast Guard Reserve; provided, 7 that any person receiving an actual service-incurred injury or 8 disability shall be classed as a veteran whether or not that person 9 has completed the 90 days' service as herein provided;

10 (14) Lebanon peacekeeping mission, on or after September 26, 11 1982, who has served in Lebanon or on board any ship actively 12 engaged in patrolling the territorial waters of that nation for a period, continuous or in the aggregate, of at least 14 days 13 14 commencing on or before December 1, 1987 or the date of 15 termination of that mission, as proclaimed by the President of the 16 United States or Congress, whichever date of termination is the 17 latest, in such active service; provided, that any person receiving an 18 actual service-incurred injury or disability shall be classed as a 19 veteran whether or not that person has completed the 14 days' 20 service as herein provided;

(15) Grenada peacekeeping mission, on or after October 23, 21 22 1983, who has served in Grenada or on board any ship actively 23 engaged in patrolling the territorial waters of that nation for a 24 period, continuous or in the aggregate, of at least 14 days 25 commencing on or before November 21, 1983 or the date of 26 termination of that mission, as proclaimed by the President of the 27 United States or Congress, whichever date of termination is the 28 latest, in such active service; provided, that any person receiving an actual service-incurred injury or disability shall be classed as a 29 30 veteran whether or not that person has completed the 14 days' 31 service as herein provided;

32 (16) Panama peacekeeping mission, on or after December 20, 33 1989 or the date of inception of that mission, as proclaimed by the 34 President of the United States or Congress, whichever date of 35 inception is earliest, who has served in Panama or on board any ship 36 actively engaged in patrolling the territorial waters of that nation for 37 a period, continuous or in the aggregate, of at least 14 days 38 commencing on or before January 31, 1990 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;

45 (17) Operation "Desert Shield/Desert Storm" mission in the
46 Arabian peninsula and the Persian Gulf, on or after August 2, 1990
47 or the date of inception of that operation, as proclaimed by the
48 President of the United States or Congress, whichever date of

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

10 (18) Operation Northern Watch and Operation Southern Watch, 11 on or after August 27, 1992, or the date of inception of that 12 operation, as proclaimed by the President of the United States, 13 Congress or United States Secretary of Defense, whichever date of 14 inception is earliest, who served in the theater of operation, 15 including in the Arabian peninsula and the Persian Gulf, and in 16 direct support of that operation for a period, continuously or in the 17 aggregate, of at least 14 days in such active service, commencing on 18 or before the date of termination of that operation, as proclaimed by 19 the President of the United States, Congress or United States 20 Secretary of Defense, whichever date of termination is the latest; 21 provided, that any person receiving an actual service-incurred injury 22 or disability while engaged in such service shall be classed as a 23 veteran whether or not that person has completed the 14 days' 24 service as herein provided;

25 (19) Operation "Restore Hope" in Somalia, on or after 26 December 5, 1992, or the date of inception of that operation as 27 proclaimed by the President of the United States or Congress, 28 whichever date is earliest, who has served in Somalia or on board 29 any ship actively engaged in patrolling the territorial waters of that 30 nation for a period, continuously or in the aggregate, of at least 14 31 days in such active service commencing on or before March 31, 32 1994; provided that any person receiving an actual service-incurred 33 injury or disability shall be classed as a veteran whether or not that 34 person has completed the 14-day service as herein provided;

35 (20) Operations "Joint Endeavor" and "Joint Guard" in the Republic of Bosnia and Herzegovina, on or after November 20, 36 37 1995, who served in such active service in direct support of one or 38 both of the operations for at least 14 days, continuously or in the 39 aggregate, commencing on or before June 20, 1998, and (1) was 40 deployed in that nation or in another area in the region, or (2) was 41 on board a United States naval vessel operating in the Adriatic Sea, 42 or (3) operated in airspace above the Republic of Bosnia and 43 Herzegovina; provided that any person receiving an actual service-44 incurred injury or disability shall be classed as a veteran whether or 45 not that person completed the 14-day service requirement;

46 (21) Operation "Enduring Freedom", on or after September 11,
47 2001, who served in a theater of operation and in direct support of
48 that operation for a period, continuously or in the aggregate, of at

least 14 days in such active service commencing on or before the date the President of the United States or the United States Secretary of Defense designates as the termination date of that operation; provided, that any person receiving an actual serviceincurred injury or disability while engaged in such service shall be classed as a veteran whether or not that person has completed the 14 days' service as herein provided; and

8 (22) Operation "Iraqi Freedom", on or after the date the 9 President of the United States or the United States Secretary of 10 Defense designates as the inception date of that operation, who served in Iraq or in another area in the region in direct support of 11 12 that operation for a period, continuously or in the aggregate, of at 13 least 14 days in such active service commencing on or before the 14 date the President of the United States or the United States 15 Secretary of Defense designates as the termination date of that 16 operation; provided, that any person receiving an actual service-17 incurred injury or disability while engaged in such service shall be 18 classed as a veteran whether or not that person has completed the 14 19 days' service as herein provided.

"Veteran" 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].

- 24 (cf: P.L.2005, c.64, s.4)
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4. Section 3 of P.L.1965, c.89 (C.53:5A-3) is amended to read as follows:

28 3. As used in this act:

a. "Aggregate contributions" means the sum of all the amounts,
deducted from the salary of a member or contributed by him or on
his behalf, standing to the credit of his individual account in the
Annuity Savings Fund. Interest credited on contributions to the
former "State Police Retirement and Benevolent Fund" shall be
included in a member's aggregate contributions.

b. "Annuity" means payments for life derived from theaggregate contributions of a member.

c. "Annuity reserve" means the present value of all payments
to be made on account of any annuity or benefit in lieu of an
annuity, computed upon the basis of such mortality tables
recommended by the actuary as the board of trustees adopts and
regular interest.

d. "Beneficiary" means any person entitled to receive any
benefit pursuant to the provisions of this act by reason of the death
of a member or retirant.

e. "Board of trustees" or "board" means the board provided forin section 30 of this act.

47 f. "Child" means a deceased member's or retirant's unmarried48 child either (a) under the age of 18, or (b) 18 years of age or older

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1 and enrolled in a secondary school, or (c) under the age of 24 and 2 enrolled in a degree program in an institution of higher education 3 for at least 12 credit hours in each semester, provided that the 4 member died in active service as a result of an accident met in the 5 actual performance of duty at some definite time and place, and the 6 death was not the result of the member's willful misconduct, or (d) of any age who, at the time of the member's or retirant's death, is 7 8 disabled because of an intellectual disability or physical incapacity, 9 is unable to do any substantial, gainful work because of the 10 impairment and his impairment has lasted or can be expected to last for a continuous period of not less than 12 months, as affirmed by 11 12 the medical board.

g. "Creditable service" means service rendered for which credit
is allowed on the basis of contributions made by the member or the
State.

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

i. (1) "Final compensation" means the average compensation
received by the member in the last 12 months of creditable service
preceding his retirement or death. Such term includes the value of
the member's maintenance allowance for this same period.

(2) In the case of a person who becomes a member of the
retirement system on or after the effective date of P.L.2010, c.1,
"final compensation" means the average annual compensation for
service for which contributions are made during any three fiscal
years of membership providing the largest possible benefit to the
member or the member's beneficiary. Such term includes the value
of the member's maintenance allowance for this same period.

j. (1) "Final salary" means the average salary received by the
member in the last 12 months of creditable service preceding his
retirement or death. Such term shall not include the value of the
member's maintenance allowance.

(2) In the case of a person who becomes a member of the
retirement system on or after the effective date of P.L.2010, c.1,
"final salary" means the average annual salary for service for which
contributions are made during any three fiscal years of membership
providing the largest possible benefit to the member or the
member's beneficiary. Such term shall not include the value of the
member's maintenance allowance.

44 k. "Fiscal year" means any year commencing with July 1 and45 ending with June 30 next following.

46 1. "Medical board" means the board of physicians provided for47 in section 30 of this act.

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m. "Member" means any full-time, commissioned officer, noncommissioned officer or trooper of the Division of State Police of
the Department of Law and Public Safety of the State of New Jersey
enrolled in the retirement system established by this act.

n. "Pension" means payment for life derived from contributionsby the State.

o. "Pension reserve" means the present value of all payments to
be made on account of any pension or benefit in lieu of any pension
computed on the basis of such mortality tables recommended by the
actuary as shall be adopted by the board of trustees and regular
interest.

12 p. "Regular interest" means interest as determined by the State 13 Treasurer, after consultation with the Directors of the Divisions of 14 Investment and Pensions, the board of trustees and the actuary. It 15 shall bear a reasonable relationship to the percentage rate of earnings on investments based on the market value of the assets but 16 17 shall not exceed the assumed percentage rate of increase applied to 18 salaries plus 3%, provided however that the board of trustees shall 19 not set the average percentage rate of increase applied to salaries 20 below 6%.

q. "Retirant" means any former member receiving a retirementallowance as provided by this act.

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r. "Retirement allowance" means the pension plus the annuity.

24 "State Police Retirement System of New Jersey," herein also s. 25 referred to as the "retirement system" or "system," is the corporate 26 name of the arrangement for the payment of retirement allowances and of the benefits under the provisions of this act including the 27 28 several funds placed under said system. By that name, all of its 29 business shall be transacted, its funds invested, warrants for moneys drawn, and payments made and all of its cash and securities and 30 other property held. All assets held in the name of the former "State 31 32 Police Retirement and Benevolent Fund" shall be transferred to the 33 retirement system established by this act.

34 t. "Surviving spouse" means the person to whom a member or 35 a retirant was married, or a domestic partner as defined in section 3 36 of P.L.2003, c.246 (C.26:8A-3), on the date of the death of the 37 member or retirant. The dependency of such a surviving spouse will 38 be considered terminated by the marriage of, or establishment of a 39 domestic partnership by, the surviving spouse subsequent to the member's or the retirant's death, except that in the event of the 40 41 payment of accidental death benefits, pursuant to section 14 of 42 P.L.1965, c.89 (C.53:5A-14), the dependency of such a surviving 43 spouse or domestic partner will not be considered terminated by the 44 marriage of, or establishment of a domestic partnership by, the 45 surviving spouse subsequent to the member's death.

46 u. (1) "Compensation" for purposes of computing pension
47 contributions means the base salary, for services as a member as
48 defined in this act, which is in accordance with established salary

policies of the State for all employees in the same position but shall not include individual salary adjustments which are granted primarily in anticipation of the member's retirement or additional remuneration for performing temporary duties beyond the regular workday or shift.

(2) In the case of a person who becomes a member of the 6 7 retirement system on or after the effective date of P.L.2010, c.1, 8 "compensation" means the amount of base salary equivalent to the 9 annual maximum wage contribution base for Social Security, 10 pursuant to the Federal Insurance Contributions Act, for services as 11 a member as defined in this act, which is in accordance with 12 established salary policies of the State for all employees in the same 13 position but shall not include individual salary adjustments which 14 are granted primarily in anticipation of the member's retirement or 15 additional remuneration for performing temporary duties beyond 16 the regular workday or shift.

17 v. "Veteran" means any person who has served in the United States Armed Forces and has or shall be <u>citizen and resident of this</u> 18 19 State discharged or released [therefrom] under conditions other 20 than dishonorable, in any of the following wars or emergencies 21 from active duty in the Armed Forces of the United States, a 22 Reserve component thereof, or the New Jersey National Guard in a 23 federal active duty status, as defined in N.J.S.38A:1-1, and who has 24 presented to the retirement system evidence of such record of 25 service in form and content satisfactory to the retirement system [:

26 (1) Vietnam conflict on or after December 31, 1960, and on or 27 prior to May 7, 1975, who shall have served at least 90 days in such active service, exclusive of any period of assignment (1) for a 28 29 course of education or training under the Army Specialized 30 Training Program or the Navy College Training Program which 31 course was a continuation of a civilian course and was pursued to 32 completion, or (2) as a cadet or midshipman at one of the service 33 academies, any part of which 90 days was served between said 34 dates; and exclusive of any service performed pursuant to the 35 provisions of section 511 (d) of Title 10, United States Code, 36 pursuant to an enlistment in the Army National Guard or as a 37 reserve for service in the Army Reserve, Naval Reserve, Air Force 38 Reserve, Marine Corps Reserve, or Coast Guard Reserve; provided, 39 that any person receiving an actual service-incurred injury or 40 disability shall be classed as a veteran whether or not that person 41 has completed the 90 days' service as herein provided;

(2) Lebanon peacekeeping mission, on or after September 26,
1982, who has served in Lebanon or on board any ship actively
engaged in patrolling the territorial waters of that nation for a
period, continuous or in the aggregate, of at least 14 days
commencing on or before December 1, 1987 or the date of
termination of that mission, 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;

6 (3) Grenada peacekeeping mission, on or after October 23, 7 1983, who has served in Grenada or on board any ship actively 8 engaged in patrolling the territorial waters of that nation for a 9 period, continuous or in the aggregate, of at least 14 days 10 commencing on or before November 21, 1983 or the date of 11 termination of that mission, as proclaimed by the President of the 12 United States or Congress, whichever date of termination is the 13 latest, in such active service; provided, that any person receiving an 14 actual service-incurred injury or disability shall be classed as a 15 veteran whether or not that person has completed the 14 days' 16 service as herein provided;

17 (4) Panama peacekeeping mission, on or after December 20, 18 1989 or the date of inception of that mission, as proclaimed by the 19 President of the United States or Congress, whichever date of 20 inception is earliest, who has served in Panama or on board any ship actively engaged in patrolling the territorial waters of that nation for 21 22 a period, continuous or in the aggregate, of at least 14 days 23 commencing on or before January 31, 1990 or the date of 24 termination of that mission, as proclaimed by the President of the 25 United States or Congress, whichever date of termination is the 26 latest, in such active service; provided, that any person receiving an 27 actual service-incurred injury or disability shall be classed as a 28 veteran whether or not that person has completed the 14 days' 29 service as herein provided;

(5) Operation "Desert Shield/Desert Storm" mission in the 30 Arabian peninsula and the Persian Gulf, on or after August 2, 1990 31 32 or the date of inception of that operation, as proclaimed by the 33 President of the United States or Congress, whichever date of 34 inception is earliest, who has served in the Arabian peninsula or on board any ship actively engaged in patrolling the Persian Gulf for a 35 36 period, continuous or in the aggregate, of at least 14 days 37 commencing on or before the date of termination of that mission, as 38 proclaimed by the President of the United States or Congress, 39 whichever date of termination is the latest, in such active service; 40 provided, that any person receiving an actual service-incurred injury 41 or disability shall be classed as a veteran whether or not that person 42 has completed the 14 days' service as herein provided;

(6) Operation Northern Watch and Operation Southern Watch,
on or after August 27, 1992, or the date of inception of that
operation, as proclaimed by the President of the United States,
Congress or United States Secretary of Defense, whichever date of
inception is earliest, who served in the theater of operation,
including in the Arabian peninsula and the Persian Gulf, and in

1 direct support of that operation for a period, continuously or in the 2 aggregate, of at least 14 days in such active service, commencing on 3 or before the date of termination of that operation, as proclaimed by 4 the President of the United States, Congress or United States 5 Secretary of Defense, whichever date of termination is the latest; 6 provided, that any person receiving an actual service-incurred injury 7 or disability while engaged in such service shall be classed as a 8 veteran whether or not that person has completed the 14 days' 9 service as herein provided;

10 (7) Operation "Restore Hope" in Somalia, on or after December 11 5, 1992, or the date of inception of that operation as proclaimed by 12 the President of the United States or Congress, whichever date is 13 earliest, who has served in Somalia or on board any ship actively 14 engaged in patrolling the territorial waters of that nation for a 15 period, continuously or in the aggregate, of at least 14 days in such 16 active service commencing on or before March 31, 1994; provided 17 that any person receiving an actual service-incurred injury or 18 disability shall be classed as a veteran whether or not that person 19 has completed the 14-day service as herein provided;

20 (8) Operations "Joint Endeavor" and "Joint Guard" in the 21 Republic of Bosnia and Herzegovina, on or after November 20, 22 1995, who served in such active service in direct support of one or 23 both of the operations for at least 14 days, continuously or in the 24 aggregate, commencing on or before June 20, 1998, and (1) was 25 deployed in that nation or in another area in the region, or (2) was 26 on board a United States naval vessel operating in the Adriatic Sea, 27 or (3) operated in airspace above the Republic of Bosnia and 28 Herzegovina; provided that any person receiving an actual service-29 incurred injury or disability shall be classed as a veteran whether or 30 not that person completed the 14-day service requirement;

31 (9) Operation "Enduring Freedom", on or after September 11, 32 2001, who served in a theater of operation and in direct support of 33 that operation for a period, continuously or in the aggregate, of at 34 least 14 days in such active service commencing on or before the date the President of the United States or the United States 35 Secretary of Defense designates as the termination date of that 36 37 operation; provided, that any person receiving an actual service-38 incurred injury or disability while engaged in such service shall be 39 classed as a veteran whether or not that person has completed the 14 40 days' service as herein provided; and

41 (10) Operation "Iraqi Freedom", on or after the date the 42 President of the United States or the United States Secretary of 43 Defense designates as the inception date of that operation, who 44 served in Iraq or in another area in the region in direct support of 45 that operation for a period, continuously or in the aggregate, of at 46 least 14 days in such active service commencing on or before the 47 date the President of the United States or the United States 48 Secretary of Defense designates as the termination date of that

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operation; provided, that any person receiving an actual service-1 2 incurred injury or disability while engaged in such service shall be 3 classed as a veteran whether or not that person has completed the 14 days' service as herein provided]. 4 5 (cf: P.L.2016, c.26, s.1) 6 7 5. This act shall take effect on the first day of the third month 8 after the date of enactment. 9 10 11 **STATEMENT** 12 13 Under current law, to be considered a veteran and eligible for 14 certain State pension benefits as a public employee, a person must 15 have served during specific dates or in specific locations. 16 This bill changes the definition of veteran and removes the requirement of service during specified dates or in specified 17 locations for the pension provisions of the Teachers' Pension and 18 19 Annuity Fund, the Public Employees' Retirement System, the Police and Firemen's Retirement System, and the State Police Retirement 20 21 System. Under this bill, a veteran will be defined as any citizen and 22 resident of this State released under other than dishonorable conditions from active duty in the Armed Forces of the United 23 States, a Reserve component thereof, or the New Jersey National 24 25 Guard in a federal active duty status.