SENATE, No. 1603

STATE OF NEW JERSEY

220th LEGISLATURE

INTRODUCED FEBRUARY 14, 2022

Sponsored by: Senator BOB SMITH District 17 (Middlesex and Somerset)

SYNOPSIS

Removes restriction on receipt of retirement annuities by certain members of JRS who file for deferred retirement.

CURRENT VERSION OF TEXT

As introduced.



AN ACT concerning annuities for certain members of the Judicial Retirement System who filed for deferred retirement and amending P.L.2019, c.287.

4 5

1

2

3

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

6 7 8

9

31

3233

34

35

3637

38

39

40

41

42

43

44

45

46

- 1. Section 1 of P.L. 2019 c.287 (C.43:6A-11.1) is amended to read as follows:
- 10 1. Notwithstanding the provisions of any law or regulation to the 11 contrary, a member of the Judicial Retirement System who has been 12 appointed by the Governor, with the advice and consent of the Senate, to the position of county prosecutor in accordance with 13 14 N.J.S.2A:158-1 or who has been appointed by the Chief Justice of 15 the Supreme Court to the position of Administrative Director of the 16 Courts in accordance with Article VI, Section VII, paragraph 1 of the 17 New Jersey Constitution may file, prior to commencing service as the 18 county prosecutor or as the Administrative Director of the Courts, a 19 written and duly executed application for retirement for any reason 20 other than disability if the member has attained the age of 65 years, 21 has the necessary judicial service credit for a full judicial retirement, 22 and has served for 20 years as a judge for any court in New Jersey. 23 The approval process shall be expedited. If the application is 24 approved, the effective date of retirement for that member shall be 25 deferred to the first day of the month following the termination of the 26 member's service in the position of county prosecutor or of 27 Administrative Director of the Courts. The application for retirement 28 shall be accompanied by a copy of the member's written resignation 29 from the judicial office effective as of the date of the approval of the 30 retirement application.

If such a person attains the age of 70 years while serving as a county prosecutor or as the Administrative Director of the Courts and has an approved application for the member's retirement the effective date of which has been deferred, this section shall specifically override the JRS mandatory retirement age of 70 enacted in section 7 of P.L.1973, c.140 (C.43:6A-7) and in the administrative code, and shall allow for the deferment of the mandatory retirement for JRS to the first day of the month following the termination of the member's service in the position of county prosecutor or of Administrative Director of the Courts.

If such a person dies while in service as a county prosecutor or as the Administrative Director of the Courts, the death shall not be considered a death in active service. The beneficiary shall be eligible for a pension or survivor's benefit, and for any death benefits, based on the approved retirement application and the retirement shall be effective as of the date of death. The election by the member of an

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

S1603 B.SMITH

3

option in accordance with section 1 of P.L.2002, c.54 (C.43:6A-16.1) shall become effective and payable.

3 Notwithstanding any other provision of law to the contrary, a person who files an application for retirement pursuant to this section 4 5 and serves in the position of county prosecutor or of Administrative 6 Director of the Courts shall not be eligible to participate in the 7 Defined Contribution Retirement System, enroll in any other State-8 administered retirement system, or receive any other payments from 9 the county or State deemed to be payments for retirement accounts, 10 funds, or pensions, [or] not including annuities. The person and the person's dependents shall be eligible for health care benefits coverage 11 12 provided for the position of county prosecutor or of Administrative 13 Director of the Courts during service in that position.

This section shall be effective if the qualified status of the retirement system under federal law can be maintained upon its application, and such modifications to the system as may be available shall be made to allow for its application.

(cf: P.L.2021, c.329, s.1)

18 19 20

14

15

16 17

2. This act shall take effect immediately.

2122

STATEMENT

232425

26

27

28

29

3031

Under current law, a judge may file for deferred retirement from the Judicial Retirement System in order to serve as a county prosecutor or the Administrative Director of the Courts, and in so doing will not be eligible to receive any other payments from the county or State deemed to be payments for retirement accounts, funds, pensions, or annuities. This bill removes the restriction on the receipt of retirement annuities.