- 1 SB369
- 2 191781-1
- 3 By Senator Singleton
- 4 RFD: Finance and Taxation General Fund
- 5 First Read: 06-MAR-18

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191781-1:n:02/28/2018:LSA-DD\*/jmb

8 SYNOPSIS: Under existing law, only the surviving 9 spouse of a Supernumerary Circuit Clerk or Register 10 is entitled to benefits payable from the Clerks' 11 and Registers' Supernumerary Fund upon the death of 12 the Supernumerary official.

13 This bill would allow benefits to be paid to 14 a beneficiary other than a spouse; establish the 15 benefits to be paid to a beneficiary other than a spouse; to amend Sections 12-17-142 and 12-17-143, 16 Code of Alabama 1975 to allow a Circuit Clerk to 17 18 change the spouse or other named beneficiary of the 19 Fund; to allow a Circuit Clerk upon becoming 20 eligible for supernumerary status the option to 21 receive a refund of contributions paid into the 22 Fund plus seventy-five percent of the accrued 23 interest; and establish a plan for any remaining 24 funds once all liabilities to the fund participants 25 are met.

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A BILL

| 1  | TO BE ENTITLED   |
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| 2  | AN ACT   |
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| 4  | To amend Sections 12-17-142 and 12-17-143, Code of                             |
| 5  | Alabama 1975 to allow a Circuit Clerk to change the spouse or                  |
| 6  | other named beneficiary of the Fund; to allow a Circuit Clerk                  |
| 7  | upon becoming eligible for supernumerary status the option to                  |
| 8  | receive a refund of contributions paid into the Fund plus                      |
| 9  | seventy-five percent of the accrued interest; and establish a                  |
| 10 | plan for any remaining funds once all liabilities to the fund                  |
| 11 | participants are met.  |
| 12 | BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:                                   |
| 13 | Section 1. Section 12-17-142, Code of Alabama 1975,                            |
| 14 | is hereby amended to read as follows:  |
| 15 | "\$12-17-142.  |
| 16 | "(a) Every supernumerary official shall serve for                              |
| 17 | life and shall receive an annual salary in an amount equal to                  |
| 18 | 75 percent of the state salary payable to a circuit clerk on                   |
| 19 | the date a circuit clerk or register becomes a supernumerary                   |
| 20 | official, payable in equal installments on a twice per month                   |
| 21 | basis.   |
| 22 | "(b) In the event of the death of any supernumerary                            |
| 23 | official, circuit clerk or register who, at the time of his or                 |
| 24 | her death, was serving as or <del>was otherwise</del> <u>would have been</u>   |
| 25 | eligible to <del>serve as</del> <u>become</u> a supernumerary official, his or |
| 26 | her spouse shall receive benefits from the Clerks' and                         |
| 27 | Registers' Supernumerary Fund in the State Treasury in an                      |

Page 2

amount equivalent to three percent of the salary payable from the State Treasury, as prescribed by law for the position of circuit clerk, for each year of service not to exceed 30 percent of the salary, payable monthly for the remainder of the spouse's life or until he or she remarries.

6 "(c) The provisions of subsection (a) of this 7 section shall continue to apply only to those circuit clerks 8 and circuit registers in active service on or after October 1, 9 1990. The provisions of subsection (b) of this section shall 10 apply to circuit clerks and circuit registers who were in 11 active service on or after January 16, 1989.

"(d) Notwithstanding the provisions of subsection 12 13 (b), any spouse who was appointed to serve the remainder of an unexpired term of a circuit clerk who was in active service on 14 15 October 19, 1990, with at least 12 years of service, shall be eligible to receive benefits from the Clerks' and Registers' 16 17 Supernumerary Fund in the State Treasury. The amount shall be 18 equivalent to three percent of the salary, payable from the State Treasury as prescribed for the position of circuit 19 20 clerk, for each year of service, not to exceed 30 percent of 21 the salary. The benefits shall be payable monthly for the 22 remainder of the spouse's life or until the spouse remarries.

"(e) Notwithstanding the provisions of subsection
 (b), in the event of the death of any supernumerary official,
 circuit clerk, or register who, at the time of his or her
 death, was serving as or otherwise eligible to serve as a
 supernumerary official, his or her designated beneficiary

Page 3

provided that the supernumerary official's surviving spouse is 1 2 not the named beneficiary, shall receive benefits from the Clerks' and Registers' Supernumerary Fund in an amount 3 equivalent to 100 percent of the contributions plus 75 percent 4 5 of the accrued interest. "§12-17-143. 6 7 "Officials electing to come under the provisions of this article shall contribute to the Clerks' and Registers' 8 Supernumerary Fund of the State of Alabama, which is hereby 9 10 created, in amounts to be determined as follows: "(1) Circuit clerks shall contribute six percent of 11 12 the total per annum state compensation for the circuit clerk 13 in the county of residence of said clerk. 14 "(2) Circuit registers shall contribute six percent 15 of the total per annum state compensation for the circuit 16 register in the county of residence of said register. 17 "(3) This fund is established to provide benefits to 18 a spouse or other named beneficiary of a clerk or register that has paid into the fund in the event of said clerk's or 19 20 register's death. 21 "(3) (4) The Clerks' and Registers' Supernumerary 22 Fund is hereby placed under the management and control of the Employees' Retirement System of Alabama. The 23 24 Secretary-Treasurer of the Employees' Retirement System of 25 Alabama is charged with the responsibility for investment of the fund and for the development and maintenance of 26 administrative procedures involving member records, benefits, 27

Page 4

investment of funds, and other administrative functions necessary to the operation of the Clerks' and Registers' Supernumerary Fund."

Section 2. The Employees' Retirement System of
Alabama Secretary-Treasurer and the Administrative Office of
Courts shall promulgate procedures deemed necessary to affect
the orderly implementation of the change in the Clerks' and
Registers' Supernumerary Fund as required by this act.

9 Section 3. Any funds remaining in the Clerks' and 10 Registers' Supernumerary Fund after all obligations and 11 liabilities to fund participants have been met will revert to 12 the Administrative Office of Courts to be used for the sole 13 benefit of Court Specialists throughout the State.

14 Section 4. This act shall become effective 15 immediately upon its passage and approval by the Governor, or 16 on its otherwise becoming a law.