uttman, Flores S.B. No. 1737 (In the Senate - Filed February 27, 2025; March 13, 2025, first time and referred to Committee on Finance; 1-2 1-3 read first time and referred to Committee on Finance; March 19, 2025, reported favorably by the following vote: Yeas 15, 1-4 1-5 Nays 0; March 19, 2025, sent to printer.) 1-6 COMMITTEE VOTE 1-7 Absent PNV Yea Nay 1-8 Х Huffman Х 1-9 Hinojosa of Hidalgo 1-10 1-11 Alvarado Х Х Bettencourt 1-12 Campbell Х 1-13 Х Creighton Х 1-14 Flores 1**-**15 1**-**16 Hall Х Kolkhorst Х 1-17 Nichols Х 1-18 Paxton Х 1-19 Perry Х 1-20 1-21 Schwertner Х χ West 1-22 Zaffirini Х 1-23 A BILL TO BE ENTITLED 1-24 AN ACT 1-25 relating to service retirement benefits payable by the Employees 1-26 Retirement System of Texas to certain law enforcement officers and 1-27 custodial officers. 1-28 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 1-29 SECTION 1. Sections 811.001(8) and (9), Government Code, 1-30 are amended to read as follows: 1-31 "Custodial officer": (8) (A) means a member of the retirement system who 1-32 1-33 is employed: 1-34 (i) by the Board of Pardons and Paroles or the Texas Department of Criminal Justice as a parole officer or 1-35 1-36 caseworker; (ii) by the Texas Juvenile Just position in which the member's service 1-37 Justice 1-38 Department in а ĺS creditable as a custodial officer under Section 813.506(b-1); or 1-39 1-40 (iii) [who is employed] by the correctional institutions division of the Texas Department of Criminal Justice 1-41 and certified by the department as having a normal job assignment that requires frequent or infrequent regularly planned contact 1-42 1-43 1-44 with, and [in] close proximity to, inmates or defendants of the 1-45 correctional institutions division without the protection of bars, doors, security screens, or similar devices and includes assignments normally involving supervision or the potential for supervision of inmates in inmate housing areas, educational or 1-46 1-47 1-48 recreational facilities, industrial shops, kitchens, laundries, 1-49 1-50 medical areas, agricultural shops or fields, or in other areas on or away from property of the department; and (B) [- The term] includes a member who transfers 1-51 1-52 1-53 from the Texas Department of Criminal Justice to the managed health 1-54 care unit of The University of Texas Medical Branch or the Texas 1-55 Tech University Health Sciences Center pursuant to Section 9.01, Chapter 238, Acts of the 73rd Legislature, 1993, elects at the time 1-56 of transfer to retain membership in the retirement system, and is certified by the managed health care unit or the health sciences 1-57 1-58 1-59 center as having a normal job assignment described by Paragraph 1-60 (A)(iii) [this subdivision]. 1-61 (9) "Law enforcement officer" means a member of the

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By:

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S.B. No. 1737 2-1 retirement system who: has been commissioned as 2-2 (A) [<del>law</del> a peace enforcement] officer by: 2-3 2-4 (<u>i</u>) the Department of Public Safety; [-2-5 (ii) the Texas Alcoholic Beverage 2-6 Commission; [-(iii) the Parks and WIIGIILE Department. (iv) [-7 or] the office of inspector general 2-7 2-8 at the Texas Juvenile Justice Department; 2-9 (v) the comptroller; or (vi) the attorney generation 2**-**10 2**-**11 the attorney general; and (B) is licensed [recognized] as a commissioned peace [law enforcement] officer by the Texas Commission on Law 2-12 2-13 2-14 Enforcement. 2**-**15 2**-**16 SECTION 2. Section 813.506, Government Code, is amended by adding Subsection (b-1) and amending Subsection (c) to read as 2-17 follows: 2-18 (b-1) The Texas Juvenile Justice Department shall adopt standards for determining eligibility for service credit as a custodial officer employed by the department based on the need to encourage early retirement of persons whose duties are hazardous. 2-19 2-20 2-21 2-22 To be creditable as custodial officer service under the Texas (1) as a juvenile correctional officer, as that term defined by Section 242.009. Human Procession 2 Juvenile Justice Department, service must be performed: 2-23 2-24 2**-**25 2**-**26 is caseworker; or 2-27 (2) in a position, other than a position described by 2-28 Subdivision (1), the primary duties of which include the custodial supervision of or other close, regularly planned contact with youth 2-29 in the custody of the department. (c) The Texas Department of Criminal Justice, the managed 2-30 2-31 2-32 health care unit of The University of Texas Medical Branch or the 2-33 Texas Tech University Health Sciences Center, the Texas Juvenile Justice Department, or the Board of Pardons and Paroles, as applicable, shall determine a person's eligibility to receive credit as a custodial officer. A determination under this 2-34 2-35 2-36 subsection [of the department, unit, or board] may not be appealed 2-37 2-38 by an employee but is subject to change by the retirement system. 2-39 SECTION 3. Section 814.104(b), Government Code, is amended 2-40 to read as follows: (b) A member is eligible to retire and receive a service retirement annuity if the member: 2-41 2-42 [<del>who</del>] is at least 55 years old<u>;</u> and 2-43 (1)(1) [who] is at least 55 years one; and (2) [who] has at least 10 years of service credit as a: (A) law enforcement officer; [commissioned peace officer engaged in criminal law enforcement activities of the Department of Public Safety, the Texas Alcoholic Beverage Commission, the Parks and Wildlife Department, or the office of inspector general at the Texas Juvenile Justice Department,] or 2-44 2-45 2-46 2-47 2-48 2-49 2-50 (B) [<del>as a</del>] custodial officer[<del>, is eligible</del> 2-51 retire and receive a service retirement annuity]. 2-52 SECTION 4. Section 815.505, Government Code, is amended to 2-53 read as follows: Sec. 815.505. CERTIFICATION OF NAMES OF LAW ENFORCEMENT AND CUSTODIAL OFFICERS. Not later than the 12th day of the month 2-54 CUSTODIAL OFFICERS. Not later than the 12th day of the month following the month in which a person begins or ceases employment as 2-55 2-56 a law enforcement officer or custodial officer, the governmental 2-57 entity that employs or ceased employing the law enforcement officer 2-58 or custodial officer [Public Safety Commission, the Texas Alcoholic Beverage Commission, the Parks and Wildlife Commission, the office of inspector general at the Texas Juvenile Justice Department, the 2-59 2-60 2-61 2-62 Board of Pardons and Paroles, or the Texas Board of Criminal 2-63 Justice], as applicable, shall certify to the retirement system, in the manner prescribed by the system, the name of the employee and such other information as the system determines is necessary for the crediting of service and financing of benefits under this 2-64 2-65 2-66 2-67 subtitle. 2-68 SECTION 5. (a) Subject to Subsection (b) or (c) of this section, as applicable, the changes in law made by this Act apply to 2-69

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3-1 a member of the Employees Retirement System of Texas who is employed
3-2 by the Texas Juvenile Justice Department, the comptroller, or the
3-3 attorney general as a law enforcement officer or custodial officer,
3-4 as applicable, on or after the effective date of this Act,
3-5 regardless of whether the member was hired before, on, or after the
3-6 effective date of this Act.

3-7 This subsection applies only to a member described by (b) 3-8 Subsection (a) of this section and not subject to Subsection (c) of this section who, on December 1, 2024, was employed in a law enforcement officer or custodial officer position with the Texas 3-9 3-10 3-11 Juvenile Justice Department, the comptroller, or the attorney general, as applicable. Service credit earned by the member before 3-12 3-13 the effective date of this Act in a position for which service is creditable as a law enforcement officer or custodial officer under 3-14 Subtitle B, Title 8, Government Code, as amended by this Act, is considered service credit established as a law enforcement officer 3**-**15 3**-**16 3-17 or custodial officer, as applicable, for purposes of determining 3-18 the benefits payable from the law enforcement and custodial officer 3-19 supplemental retirement fund.

(c) This subsection applies only to a member described by 3-21 Subsection (a) of this section who is subject to Chapter 820, 3-22 Government Code. The member may establish service credit as a law 3-23 enforcement officer or custodial officer with the Texas Juvenile 3-24 Justice Department, the comptroller, or the attorney general, as 3-25 applicable, only for service performed on or after the effective 3-26 date of this Act.

3-27 (d) As soon as practicable after the effective date of this
3-28 Act, the board of trustees of the Employees Retirement System of
3-29 Texas, in consultation with the Texas Juvenile Justice Department,
3-30 the comptroller, and the attorney general, shall adopt rules
3-31 necessary to implement the changes in law made by this Act.

3-32 (e) The Texas Juvenile Justice Department, the comptroller,3-33 and the attorney general shall:

3-34 (1) as soon as practicable after the effective date of 3-35 this Act, certify to the Employees Retirement System of Texas, in 3-36 the form and manner prescribed by the board of trustees of the 3-37 retirement system:

3-38 (A) the name of each member who is employed by the
3-39 department, comptroller, or attorney general as a law enforcement
3-40 officer or custodial officer on the effective date of this Act;

3-41 (B) if the member is subject to Subsection (b) of 3-42 this section, the amount of service credit established by the 3-43 member as a law enforcement officer or custodial officer before the 3-44 effective date of this Act; and

3-45 (C) any other information the retirement system 3-46 determines is necessary to credit law enforcement officer or 3-47 custodial officer service in accordance with the changes in law 3-48 made by this Act; and

(2) beginning with the first pay period that occurs after the effective date of this Act and with respect to each member 3-49 3-50 3-51 employed by the department, comptroller, or attorney general as a law enforcement officer or custodial officer, begin making 3-52 3-53 deductions and collecting member contributions for the law 3-54 enforcement and custodial officer supplemental retirement fund as 3-55 prescribed by Section 815.402(h) or 820.101(b), Government Code, as 3-56 applicable.

3-57 SECTION 6. (a) The Employees Retirement System of Texas is 3-58 required to implement this Act only if the board of trustees of the Employees Retirement System of Texas finds that the 89th Legislature appropriated money to the retirement system in an amount sufficient to implement Section 5(b) of this Act, without 3-59 3-60 3-61 increasing the unfunded actuarial liabilities of the retirement 3-62 The amount appropriated by the 89th Legislature to 3-63 system. implement Section 5(b) of this Act must be in addition to any amounts the state is required to contribute to the retirement system under Subchapter E, Chapter 815, Government Code. If the 3-64 3-65 3-66 3-67 board of trustees of the Employees Retirement System of Texas finds 3-68 that the 89th Legislature did not appropriate money in an amount sufficient to implement Section 5(b) of this Act without increasing 3-69

 $$\rm S.B.$  No. 1737 the unfunded actuarial liabilities of the retirement system, the 4-1 4-2 retirement system may not implement this Act.

(b) Not later than October 1, 2025, the board of trustees of the Employees Retirement System of Texas shall make and publish in 4-3 4 - 4

the Texas Register: (1) its finding under Subsection (a) of this section; 4**-**5 4**-**6 4-7

4-8 (2) a statement regarding whether, as a result of its finding, the retirement system is or is not implementing this Act. SECTION 7. This Act takes effect September 1, 2025. 4-9 4-10

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