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1	HOUSE BILL NO. 437
	AMENDMENT IN THE NATURE OF A SUBSTITUTE
2 3 4	(Proposed by the House Committee on Appropriations
4	on February 12, 1998)
5	(Patron Prior to Substitute—Delegate Wilkins)
6	A BILL to amend and reenact §§ 2.1-1.6 and 9-6.25:2 of the Code of Virginia and to amend the Code
7	of Virginia by adding in Title 51.1 a chapter numbered 11, consisting of sections numbered
8	§ 51.1-1100 through 51.1-1112, relating to the creation of the Virginia Volunteer Firefighters' and
9	Rescue Squad Workers' Pension Fund; penalty.
10	Be it enacted by the General Assembly of Virginia:
11	1. That §§ 2.1-1.6 and 9-6.25:2 of the Code of Virginia are amended and reenacted and that the
12	Code of Virginia is amended by adding in Title 51.1 a chapter numbered 11, consisting of sections
13	numbered 51.1-1100 through 51.1-1112, as follows:
14	§ 2.1-1.6. State boards.
15	A. There shall be, in addition to such others as may be established by law, the following permanent
16	collegial bodies affiliated with a state agency within the executive branch:
17	Accountancy, Board for
18	Aging, Advisory Board on the
19 20	Agriculture and Consumer Services, Board of Air Pollution, State Advisory Board on
21	All Foliution, State Advisory Board on Alcoholic Beverage Control Board, Virginia
22	Apple Board, Virginia State
23	Appomattox State Scenic River Advisory Board
24	Aquaculture Advisory Board
25	Architects, Professional Engineers, Land Surveyors and Landscape Architects, State Board for
26	Art and Architectural Review Board
27	Athletic Board, Virginia
28	Auctioneers Board
29	Audiology and Speech-Language Pathology, Board of
30	Aviation Board, Virginia
31	Barbers, Board for
32	Branch Pilots, Board for
33 34	Bright Flue-Cured Tobacco Board, Virginia Building Code Technical Review Board, State
3 5	Catoctin Creek State Scenic River Advisory Board
36	Cattle Industry Board, Virginia
37	Cave Board
38	Certified Seed Board, State
39	Chesapeake Bay Local Assistance Board
40	Chickahominy State Scenic River Advisory Board
41	Child Abuse and Neglect, Advisory Board on
42	Chippokes Plantation Farm Foundation, Board of Trustees
43	Clinch Scenic River Advisory Board
44	Coal Mining Examiners, Board of
45 46	Coal Research and Development Advisory Board, Virginia
40 47	Coal Surface Mining Reclamation Fund Advisory Board Conservation and Development of Public Beaches, Board on
48	Conservation and Recreation, Board of
49	Contractors, Board for
50	Corn Board, Virginia
51	Correctional Education, Board of
52	Corrections, State Board of
53	Cosmetology, Board for
54	Criminal Justice Services Board
55	Dark-Fired Tobacco Board, Virginia
56	Deaf and Hard-of-Hearing, Advisory Board for the Department for the
57 58	Dentistry, Board of
58 59	Design-Build/Construction Management Review Board Education, State Board of
37	Education, State Doard of

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- 60 Egg Board, Virginia
- 61 Emergency Medical Services Advisory Board, State
- Farmers Market Board, VirginiaFire Services Board, Virginia
- 64 Forestry, Board of
- 65 Funeral Directors and Embalmers, Board of
- 66 Game and Inland Fisheries, Board of
- 67 Geology, Board for
- 68 Goose Creek Scenic River Advisory Board
- 69 Health Planning Board, Virginia
- 70 Health Professions, Board of
- 71 Health, State Board of
- 72 Hearing Aid Specialists, Board for
- 73 Hemophilia Advisory Board
- 74 Historic Resources, Board of
- 75 Housing and Community Development, Board of
- 76 Irish Potato Board, Virginia
- 77 Juvenile Justice, State Board of
- 78 Litter Control and Recycling Fund Advisory Board
- 79 Marine Products Board, Virginia
- 80 Medical Advisory Board, Department of Motor Vehicles
- 81 Medicare and Medicaid, Advisory Board on
- **82** Medicine, Board of
- 83 Mental Health, Mental Retardation and Substance Abuse Services Board, State
- 84 Migrant and Seasonal Farmworkers Board
- 85 Military Affairs, Board of
- 86 Mineral Mining Examiners, Board of
- 87 Minority Business Enterprise, Interdepartmental Board of the Department of
- 88 Networking Users Advisory Board, State
- 89 Neurotrauma Initiative Advisory Board, Commonwealth
- 90 North Meherrin State Scenic River Advisory Board
- 91 Nottoway State Scenic River Advisory Board
- 92 Nursing, Board of
- Nursing Home Administrators, Board of
- 94 Occupational Therapy, Advisory Board on
- 95 Oil and Gas Conservation Board, Virginia
- 96 Opticians, Board for
- 97 Optometry, Board of
- 98 Peanut Board, Virginia
- 99 Personnel Advisory Board
- 100 Pesticide Control Board
- 101 Pharmacy, Board of
- 102 Physical Therapy to the Board of Medicine, Advisory Board on
- 103 Plant Pollination Advisory Board
- 104 Polygraph Examiners Advisory Board
- 105 Pork Industry Board, Virginia
- 106 Poultry Products Board, Virginia
- 107 Private College Advisory Board
- 108 Private Security Services Advisory Board
- 109 Professional and Occupational Regulation, Board for
- 110 Professional Counselors, Board of
- 111 Professional Soil Scientists, Board for
- 112 Psychiatric Advisory Board
- Psychology, Board of
- 114 Public Buildings Board, Virginia
- 115 Public Broadcasting Board, Virginia
- 116 Radiation Advisory Board
- 117 Real Estate Appraiser Board
- 118 Real Estate Board
- 119 Reciprocity Board, Department of Motor Vehicles
- 120 Recreational Fishing Advisory Board, Virginia
- 121 Recreation Specialists, Board of

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Apprenticeship Council

Athletic Board

Auctioneers Board

Reforestation Board

Rehabilitation Providers, Advisory Board on

Rehabilitative Services, Board of

- HB437H1 4 of 7 183 Blue Ridge Regional Education and Training Council 184 Board for Accountancy 185 Board for Architects, Professional Engineers, Land Surveyors and Landscape Architects 186 Board for Barbers 187 **Board for Contractors** 188 Board for Cosmetology 189 Board for Geology Board for Hearing Aid Specialists 190 Board for Opticians 191 Board for Professional and Occupational Regulation 192 Board for Professional Soil Scientists 193 Board for Waterworks and Wastewater Works Operators 194 Board of Agriculture and Consumer Services 195 Board of Audiology and Speech-Language Pathology 196 Board of Coal Mining Examiners 197 198 Board of Conservation and Recreation 199 Board of Correctional Education Board of Dentistry 200 201 Board of Directors, Virginia Student Assistance Authorities 202 Board of Funeral Directors and Embalmers Board of Health Professions 203 204 Board of Historic Resources Board of Housing and Community Development Board of Medical Assistance Services 205 206 207 Board of Medicine 208 Board of Mineral Mining Examiners 209 Board of Nursing 210 Board of Nursing Home Administrators Board of Optometry 211 Board of Pharmacy 212 **Board of Professional Counselors** 213 214 Board of Psychology Board of Recreation Specialists 215 216 Board of Social Services Board of Social Work 217 Board of Surface Mining Review 218 Board of Veterinary Medicine 219 220 Board on Conservation and Development of Public Beaches Chesapeake Bay Local Assistance Board 221 Child Day-Care Council 222 Commission on Local Government 223 Commonwealth Transportation Board 224 225 Council on Human Rights 226 Council on Information Management Criminal Justice Services Board 227 228 Design-Build/Construction Management Review Board 229 Disability Services Council 230 Farmers Market Board, Virginia 231 Interdepartmental Council on Rate-setting for Children's Facilities 232 Library Board, The Library of Virginia Marine Resources Commission 233 234 Milk Commission 235 Pesticide Control Board 236 Real Estate Appraiser Board 237 Real Estate Board 238 Reciprocity Board, Department of Motor Vehicles 239 Safety and Health Codes Board 240 Seed Potato Board
- 243 State Air Pollution Control Board244 State Board of Corrections

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Southside Virginia Marketing Council

Specialized Transportation Council

- 245 State Board of Elections246 State Board of Health
- 247 State Board of Juvenile Justice
- 248 State Health Department, Sewage Handling and Disposal Appeal Review Board
- 249 State Library Board
- 250 State Mental Health, Mental Retardation and Substance Abuse Services Board
- 251 State Water Control Board
- 252 Substance Abuse Certification Board
- 253 Treasury Board, The, Department of the Treasury
- 254 Virginia Aviation Board
- 255 Virginia Board for Asbestos and Lead
- Virginia Fire Services Board
- Virginia Gas and Oil Board
- 258 Virginia Health Planning Board
- Virginia Manufactured Housing Board
- 260 Virginia Parole Board

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- **261** Virginia Public Broadcasting Board
- Virginia Soil and Water Conservation Board
- 263 Virginia Voluntary Formulary Board
- Virginia Waste Management BoardVolunteer Firefighters' and Rescue
 - Volunteer Firefighters' and Rescue Squad Workers' Pension Fund Board
- Waste Management Facility Operators, Board for.

CHAPTER 11.

VOLUNTEER FIREFIGHTERS' AND RESCUE SOUAD WORKERS' PENSION FUND.

§ 51.1-1100. Fund established; administration and management; Volunteer Firefighters' and Rescue Squad Workers' Pension Fund Board.

There is hereby created a fund to be known and designated as the "Volunteer Firefighters' and Rescue Squad Workers' Pension Fund" (the "Fund"). The Fund is established to provide pension allowances to eligible volunteer firefighters and rescue squad workers who elect to become members of the Fund. The Volunteer Firefighters' and Rescue Squad Workers' Pension Fund Board (the "Board") shall utilize the assistance of the Virginia Retirement System in establishing, investing, and maintaining the Fund. The Board of Trustees of the Virginia Retirement System shall administer and manage the investment of the Fund as custodian and provide staff to further carry out the provisions of this chapter. The Virginia Retirement System shall invest the Funds in accordance with Article 3.1 (§ 51.1-124.30 et seq.) of Chapter 1 of this title. The Fund shall annually reimburse the Virginia Retirement System for all costs incurred and associated, directly and indirectly, with the administration of this chapter and management and investment of the Fund.

§ 51.1-1101. Volunteer Firefighters' and Rescue Squad Workers' Pension Fund Board.

- A. The Volunteer Firefighters' and Rescue Squad Workers' Pension Fund Board is hereby created and is to be composed of seven members. The Director of the Virginia Retirement System shall be a member and act as chairman and the remaining six members shall be appointed by the Governor. The Governor shall appoint three members of the Board from a list provided by the Fire Services Board and three members from a list provided by the State Emergency Medical Services Advisory Board. Such appointees shall be confirmed by the General Assembly. Two of the appointed members shall serve for initial terms of six years, two for initial terms of four years, and two for initial terms of two years; thereafter, the terms shall be six years. No Board member other than the Chairman shall serve more than two consecutive terms.
- B. The Director of the Virginia Retirement System with the consent of the Board shall immediately declare the office of any member of the Board vacant when he finds that the member is unable to perform the duties of his office or for any reason does not meet the qualifications of this section. The Governor shall appoint a new member, subject to confirmation by the General Assembly, to serve for a full or unexpired term whenever the office of a member becomes or is declared vacant. In any case where a new appointment is made, the person receiving the appointment shall be a (i) volunteer firefighter representative if his predecessor was a volunteer firefighter representative or (ii) volunteer rescue squad representative.
- C. The members of the Board shall serve without compensation; however, the nongovernmental members may be reimbursed for their reasonable expenses incurred in attending meetings of the Board or in acting in an official capacity for the Board.
- D. The first Board appointed shall meet as soon as practicable for the purpose of organizing and electing officers. Officers other than the chairman shall be elected for one-year terms. The Board shall adopt a general statement of policy and procedures. The Board shall meet at least quarterly and at such

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special meetings as the chairman may call. The chairman may call a special meeting at any time and shall call a special meeting when requested by three or more members of the Board. No meeting shall be deemed a regular or special meeting unless a quorum is present.

E. Members of the Board shall be subject to removal from office only as set forth in Article 7 (§ 24.2-230 et seq.) of Chapter 2 of Title 24.2. The Circuit Court of the City of Richmond shall have exclusive jurisdiction over such removal proceedings.

§ 51.1-1102. Powers and duties of the Board.

The Board shall promulgate such rules and policies as are necessary to carry out its responsibilities as required by this chapter. The Board may contract the administrative services related to the benefits provided for herein and designate authority for the administration of those benefits based on the standards set forth in § 51.1-124.30. The Board or its designee shall (i) request such general fund appropriations as necessary to maintain the Fund, (ii) make determinations of eligibility for membership in the Fund, (iii) approve applications for benefits paid from the Fund, and (iv) exercise all other powers necessary for the administration of this chapter and management of the Fund. Member contributions to the Fund shall be segregated into separate member accounts and be used only to pay benefits to its members. The Board shall adopt rules and policies that bring the Fund into compliance with any applicable law or regulation of this Commonwealth or the United States.

§ 51.1-1103. Definitions.

"Eligible volunteer" means any volunteer rescue squad member or volunteer firefighter who is a member of a bona fide volunteer rescue or emergency medical squad or fire department and who is otherwise eligible pursuant to the criteria established by the Board.

"Member" means an eligible volunteer.

§ 51.1-1104. Application for membership in Fund; quarterly payments by members; matching payments from the general fund; payments credited to separate accounts of members.

Eligible volunteers, and all persons who subsequently become eligible volunteers may apply to the Board for membership in the Fund. Upon becoming a member of the Fund, each eligible volunteer shall pay thirty dollars per quarter into the Fund. Each quarterly payment made by a member shall be supplemented by such contribution from the general fund of the state treasury for a period not to exceed twenty years as shall be determined by the Board and as may be appropriated by the general appropriations act. The quarterly payments shall be credited to the separate accounts of the members, and the matching contributions shall be credited to the Fund. The member contribution or any additional contribution to the Fund may be made by the individual fire department or rescue squad, local government or any other source provided it is paid for all eligible members. Such accounts shall be kept so that they are available for payment on withdrawal from membership or retirement. No eligible volunteer shall maintain more than one membership in the Fund. In the event an eligible volunteer is in more than one eligible position, he must choose the position upon which his membership will be determined.

§ 51.1-1105. Equivalent benefit.

Any member who has attained the age of sixty and who has served twenty years as an eligible volunteer shall be entitled to a distribution from the fund equivalent to the contributions that he has made, the appropriate matching contributions made on his behalf, and the earnings on such contributions. The Board may provide alternative methods of distribution in lieu of a lump sum distribution to members entitled to a benefit under this section.

The distributions provided shall be in addition to all other pensions or benefits under any other statutes of the Commonwealth or the United States.

§ 51.1-1106. Other distributions.

The Board shall direct payment in lump sums from the Fund:

- 1. To any eligible volunteer firefighter or eligible volunteer rescue squad worker upon attaining age sixty who, for any reason, is not qualified to receive the monthly retirement pension and who was enrolled as a member of the Fund, an amount equal to the amount paid into the Fund by him plus accrued interest thereon. This provision shall not be construed to preclude any eligible volunteer firefighter or eligible volunteer rescue squad worker from completing the requisite number of years of active service, after attaining the age of sixty, necessary to entitle him to the distribution provided for in § 51.1-1105.
- 2. If an eligible volunteer firefighter or eligible volunteer rescue squad worker dies before attaining the age at which a pension is payable to him under the provisions of this chapter, to his spouse; if there is no spouse, to his children; if there are no children, then to his heirs-at-law as may be determined by the Board; or to his estate, if it is administered and there are no heirs, an amount equal to the amount paid into the Fund by the volunteer and the accrued interest on that amount.
- 3. To any firefighter or rescue squad worker withdrawing from the Fund, upon proper application, all moneys he contributed to the Fund without accumulated earnings on the payments after the time they were made, less an administrative fee equal to the lesser of the amount the individual contributed to the

Fund or twenty-five dollars.

§ 51.1-1107. Determination of prior creditable service; information furnished by applicants for membership.

Any member with eligible service prior to the effective date of this provision may purchase up to five years of such service upon certification of his fire department or rescue squad. Such purchase shall be prorated at the rate of one month for every two months of eligible service. The cost of such service shall be ten dollars per month for every month purchased. All eligible service must be purchased within 180 days of the effective date of this provision. Notwithstanding any other provisions of this chapter, the Board may grant qualified prior service credits to an eligible volunteer firefighter or eligible rescue squad worker, under such terms and conditions that the Board may adopt, if the Board determines that such volunteer has been denied such prior service credit through no fault of his own.

§ 51.1-1108. Length of service not affected by serving in more than one department or squad; transfer from one department or squad to another.

An eligible volunteer firefighter's or eligible volunteer rescue squad worker's length of service shall not be affected by the fact that he may have served with more than one department or squad, and upon transfer from one department or squad to another, notice of the fact shall be given to the Board.

§ 51.1-1109. Effect of member not maintaining eligibility and being six months delinquent in making monthly payments.

A. Any member who does not maintain his eligibility as a member and who becomes six months delinquent in making the required quarterly payments by the date as determined by the Board, shall forfeit his membership in the Fund. Upon forfeiting his membership and becoming delinquent, such membership shall be reinstated only upon written request to the Board, and such reinstatement shall be at the sole discretion of the Board.

B. Any member who ceases to maintain his eligibility while in good standing, but notifies the Board of his intention to resume eligibility shall be reinstated upon written request to the Board.

§ 51.1-1111. Administrative fee for rejoining the Fund.

Any individual who had been a member of the Fund and who applies to rejoin the Fund shall not be entitled to membership until he has paid an administrative fee of twenty-five dollars. The fee shall be in addition to any other charges or payments required by the Board to rejoin the Fund based upon the Fund's loss of earnings resulting from the member's withdrawal. The Board shall elect to waive the twenty-five-dollar fee for members reinstated pursuant to subdivision B in § 51.1-1110.

§ 51.1-1112. Falsification of records; penalty.

Any person who knowingly makes any false statement or falsifies or permits the falsification of any record related to eligibility for membership in the Fund in any attempt to defraud the Fund shall be guilty of a Class 1 misdemeanor.

2. That the provisions of this act shall effective on the last to occur of (i) July 1, 1999, or (ii) the first day of the third month following the date that the Virginia Retirement System obtains a ruling of the Internal Revenue Service that affirmatively states that the defined contribution plan established by this act shall be treated as a qualified plan for federal income tax purposes.