1 AN ACT relating to death in the line of duty benefits.

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Be it enacted by the General Assembly of the Commonwealth of Kentucky:

- 3 → Section 1. KRS 16.601 is amended to read as follows:
- 4 (1) If a member dies as a direct result of an act in line of duty as defined in KRS 16.505 5 and is survived by a spouse:
 - (a) The surviving spouse shall be the beneficiary, and this shall supersede the designation of all previous beneficiaries of the deceased member's retirement account except as provided in KRS 61.542(2)(e);
 - (b) The surviving spouse, provided he or she supersedes all previously designated beneficiaries, may elect to receive a lump-sum payment of ten thousand dollars (\$10,000) and a monthly payment equal to seventy-five percent (75%) of the member's monthly average pay beginning in the month following the member's death and continuing each month until the death of the surviving spouse; and
 - (c) In addition, if the member is also survived by dependent children, monthly payments shall be made for each dependent child equal to ten percent (10%) of the deceased member's monthly average pay, except that the combined maximum payment made to the:
 - Surviving spouse and dependent children under this subsection shall not exceed one hundred percent (100%) of the deceased member's monthly average pay; and
 - 2. Dependent children, while the surviving spouse is living, shall not exceed twenty-five percent (25%) of the deceased member's monthly average pay. Payments made to the dependent children under this subsection shall be divided equally among all the dependent children.
 - (2) If a member dies as a result of an act in line of duty as defined in KRS 16.505 and is not survived by a spouse but is survived by a dependent child or children, the

1 following benefits shall be paid to the dependent child or children:

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2 Fifty percent (50%) of the deceased member's monthly average pay, if the (a) 3 deceased member has one (1) dependent child;

- (b) Sixty-five percent (65%) of the deceased member's monthly average pay, if the deceased member has two (2) dependent children; or
- 6 (c) Seventy-five percent (75%) of the deceased member's monthly average pay, if 7 the deceased member has three (3) or more dependent children.
- 8 Payments made to the dependent children under this subsection shall be divided 9 equally among all the dependent children.
- If a member dies as a direct result of an act in line of duty as defined in KRS 16.505 and the member has on file in the retirement office at the time of his or her death a written designation of only one (1) beneficiary other than his or her spouse who has not been superseded by the surviving spouse as provided by subsection (1)(a) of this section, and who is a dependent receiving at least one half (1/2) of his or her support from the deceased member, the beneficiary may elect to receive a lump-16 sum payment equal to the member's monthly average pay multiplied by thirty-six (36) months of ten thousand dollars (\$10,000).
 - (4) The payments provided by this section shall commence in the month following the date of death of the member and shall be payable to the spouse, dependent children, beneficiaries, or to a legally appointed guardian or as directed by the system. Benefits to a dependent child under this section shall be payable notwithstanding an election by a surviving spouse or beneficiary to withdraw the deceased member's accumulated account balance as provided in KRS 61.625 or to elect benefits under any other provisions of KRS 16.510 to 16.652.
- 25 A surviving spouse or beneficiary eligible for benefits under subsection (1) or (3) of (5)26 this section who is also eligible for benefits under any other provisions of KRS 27 16.510 to 16.652 may elect benefits under this section or any other section of KRS

1 16.510 to 16.652 but cannot elect to receive both.

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- 2 (6) (a) A surviving spouse or beneficiary applying for benefits under subsection (1) or (3) of this section who is also eligible for benefits under KRS 16.578 may elect to receive benefits under KRS 16.578(2)(a) or (b) while the application for benefits under subsection (1) or (3) of this section is pending.
 - (b) If a final determination results in a finding of eligibility for benefits under subsection (1) or (3) of this section, the system shall recalculate the benefits due the surviving spouse or beneficiary in accordance with this subsection.
 - (c) If the surviving spouse or beneficiary has been paid less than the amount of benefits to which the surviving spouse or beneficiary was entitled to receive under this section, the system shall pay the additional funds due to the surviving spouse or beneficiary.
 - (d) If the surviving spouse or beneficiary has been paid more than the amount of benefits to which the surviving spouse or beneficiary was entitled to receive under this section, the system shall deduct the amount overpaid to the surviving spouse or beneficiary from <u>any</u>[the ten thousand dollars (\$10,000)] lump-sum payment <u>provided by this section</u> and from the monthly retirement allowance payments until the amount owed to the systems has been recovered.
 - → Section 2. KRS 61.621 is amended to read as follows:
- 20 (1) Notwithstanding any provision of any statutes to the contrary, effective June 1, 2000, any employee participating in one (1) of the state-administered retirement systems who is not in a hazardous duty position, as defined in KRS 61.592 or 78.5520, shall be eligible for minimum benefits equal to the benefits payable under this section or KRS 61.702 or 78.5536, as applicable, if the employee dies or becomes totally and permanently disabled to engage in any occupation for remuneration or profit as a result of a duty-related injury.
 - (2) (a) For purposes of this section, "duty-related injury" means:

1			1.	a.	A single traumatic event that occurs while the employee is
2					performing the duties of his or her position; or
3				b.	A single act of violence committed against the employee that is
4					found to be related to his or her job duties, whether or not it occurs
5					at his or her job site; and
6			2.	The	event or act of violence produces a harmful change in the human
7				orga	nism evidenced by objective medical findings.
8		(b)	"Dut	y-rela	ted injury" does not include the effects of the natural aging process,
9			a con	nmun	icable disease unless the risk of contracting the disease is increased
10			by na	ature (of the employment, or a psychological, psychiatric, or stress-related
11			chang	ge in	the human organism unless it is the direct result of a physical
12			injur	y.	
13	(3)	(a)	<u>1.</u>	If the	e employee dies as a result of a duty-related injury and is survived
14				by a	spouse, the surviving spouse shall be the beneficiary, and this shall
15				supe	rsede the designation of all previous beneficiaries of the deceased
16				empl	loyee's retirement account, except as provided in KRS 61.542(2)(e).
17			<u>2.[(b)</u>)]	The surviving spouse, provided he or she supersedes all previously
18				desig	gnated beneficiaries, may elect to receive the benefits payable under
19				KRS	61.640 or other applicable death benefit statutes, or may elect to
20				recei	ve a lump-sum payment of ten thousand dollars (\$10,000) and a
21				mon	thly payment equal to seventy-five percent (75%) of the member's
22				mon	thly average pay beginning in the month following the member's
23				death	and continuing each month until the death of the surviving spouse.
24			<u>3.[(c)</u>)]	In addition, if the member is also survived by dependent children,
25				mon	thly payments shall be made for each dependent child equal to ten
26				perce	ent (10%) of the deceased member's monthly average pay, except
27				that	the combined maximum payment made to the:

1			\underline{a} . Surviving spouse and dependent children under this subsection
2			shall not exceed one hundred percent (100%) of the deceased
3			member's monthly average pay; and
4			$\underline{b.}[2.]$ Dependent children, while the surviving spouse is living, shall not
5			exceed twenty-five percent (25%) of the deceased member's
6			monthly average pay. Payments made to the dependent children
7			under this subsection shall be divided equally among all the
8			dependent children.
9		<u>(b)</u>	In the event an employee dies as a result of a duty-related injury in a
10			nonhazardous position that could be certified as a hazardous position based
11			upon KRS 61.592 and has on file in the retirement office at the time of his
12			or her death a written designation of only one (1) beneficiary other than his
13			or her spouse who has not been superseded by the surviving spouse as
14			provided by this subsection, the beneficiary may elect to receive:
15			1. A lump-sum payment equal to the member's monthly average pay
16			multiplied by thirty-six (36) months; or
17			2. The benefits payable under KRS 61.640 or other applicable death
18			benefit statutes.
19	(4)	If th	e employee dies as a result of a duty-related injury and is not survived by a
20		spou	ise but is survived by a dependent child or children, the following benefits shall
21		be p	aid to the dependent child or children:
22		(a)	Fifty percent (50%) of the deceased member's monthly average pay, if the
23			deceased member has one (1) dependent child;
24		(b)	Sixty-five percent (65%) of the deceased member's monthly average pay, if
25			the deceased member has two (2) dependent children; or
26		(c)	Seventy-five percent (75%) of the deceased member's monthly average pay, if
27			the deceased member has three (3) or more dependent children.

Payments made to the dependent children under this subsection shall be divided equally among all the dependent children.

- (5) If the employee is determined to be disabled as provided in KRS 61.600, or other applicable disability statutes in any other state-administered retirement system, as the result of a duty-related injury, the employee may elect to receive benefits determined under the provisions of KRS 61.605, or other applicable disability statutes in any other state-administered retirement system, except that:
 - (a) If an employee is working in a nonhazardous position that could be certified as a hazardous position based upon KRS 61.592, the monthly retirement allowance shall not be less than seventy-five percent (75%) of the employee's monthly average pay; or
 - (b) If an employee is working in a nonhazardous position that could not be certified as a hazardous position based upon KRS 61.592, the monthly retirement allowance shall not be less than twenty-five percent (25%) of the employee's monthly final rate of pay.

For purposes of determining a disability that is the result of a duty related injury, the service requirement in KRS 61.600(1)(a), or other applicable statutes in any other state-administered retirement system, shall be waived.

- (6) (a) In the period of time following the disability of a member covered by subsection (5)(a) of this section during which dependent children survive, a monthly payment shall be made for each dependent child who is alive which shall be equal to ten percent (10%) of the disabled member's monthly average pay, except that:
 - Member and dependent children payments under this section shall not exceed one hundred percent (100%) of the member's monthly average pay; and
 - 2. Total maximum dependent children's benefits shall not exceed twenty-

five percent (25%) of the member's monthly average pay while the member is living and forty percent (40%) of the disabled member's monthly average pay after the member's death. The payment shall commence in the month following the date of disability of the member and shall be payable to the dependent children, or to a legally appointed guardian, or as directed by the system and shall be divided equally among all dependent children.

- (b) In the period of time following the disability of a member covered by subsection (5)(b) of this section during which dependent children survive, a monthly payment shall be made for each dependent child who is alive which shall be equal to ten percent (10%) of the disabled member's monthly final rate of pay; except that total maximum dependent children's benefits shall not exceed forty percent (40%) of the disabled member's monthly final rate of pay at the time any particular payment is due. The payment shall commence in the month following the date of disability of the member and shall be payable to the dependent children, or to a legally appointed guardian, or as directed by the system.
- (7) Benefits for death as a result of a duty-related injury to a dependent child shall be payable under this section notwithstanding an election by a surviving spouse or beneficiary to withdraw the deceased member's accumulated account balance as provided in KRS 61.625 or benefits under any other provisions of KRS 61.515 to 61.705 or other applicable death benefit statutes in any other state-administered retirement system.
- 24 (8) (a) A <u>surviving</u> spouse <u>or beneficiary</u> applying for benefits under <u>subsection (1)</u>
 25 <u>of</u> this section who is also eligible for benefits under KRS 61.640 or 78.5532
 26 may elect to receive benefits under KRS 61.640(2)(a) or (b) or 78.5532(2)(a)
 27 or (b) while the application for benefits under this section is pending.

1		(b)	If a final determination results in a finding of eligibility for benefits under this
2			section, the system shall recalculate the benefits due the spouse or beneficiary
3			in accordance with this subsection.
4		(c)	If the spouse or beneficiary has been paid less than the amount of benefits to
5			which the spouse or beneficiary was entitled to receive under this section, the
6			system shall pay the additional funds due to the spouse.
7		(d)	If the spouse <u>or beneficiary</u> has been paid more than the benefit the spouse <u>or</u>
8			beneficiary was eligible to receive under this section, then the system shall
9			deduct the amount owed by the spouse or beneficiary from any [the ten
10			thousand dollars (\$10,000)] lump-sum payment provided by this section and
11			from the monthly retirement allowance payments until the amount owed to
12			the systems has been recovered.
13	(9)	For	purposes of this section, "dependent child" has the same meaning as in KRS
14		16.5	05.
15	(10)	This	section shall be known as "The Fred Capps Memorial Act."
16		→ S	ection 3. KRS 78.5534 is amended to read as follows:
17	The	provi	sions of this section shall apply to members in a hazardous position.
18	(1)	If a	member dies as a direct result of an act in line of duty as defined in KRS 78.510
19		and	is survived by a spouse:
20		(a)	The surviving spouse shall be the beneficiary, and this shall supersede the
21			designation of all previous beneficiaries of the deceased member's retirement
22			account except as provided in KRS 61.542(2)(e);
23		(b)	The surviving spouse, provided he or she supersedes all previously designated
24			beneficiaries, may elect to receive a lump-sum payment of ten thousand
25			dollars (\$10,000) and a monthly payment equal to seventy-five percent (75%)
26			of the member's monthly average pay beginning in the month following the
27			member's death and continuing each month until the death of the surviving

1			spouse; and		
2		(c)	In addition, if the member is also survived by dependent children, monthly		
3			payments shall be made for each dependent child equal to ten percent (10%)		
4			of the deceased member's monthly average pay, except that the combined		
5			maximum payment made to the:		
6			1. Surviving spouse and dependent children under this subsection shall not		
7			exceed one hundred percent (100%) of the deceased member's monthly		
8			average pay; and		
9			2. Dependent children, while the surviving spouse is living, shall not		
10			exceed twenty-five percent (25%) of the deceased member's monthly		
11			average pay. Payments made to the dependent children under this		
12			subsection shall be divided equally among all the dependent children.		
13	(2)	If a	member dies as a result of an act in line of duty as defined in KRS 78.510 and		
14		is no	is not survived by a spouse but is survived by a dependent child or children, the		
15		follo	owing benefits shall be paid to the dependent child or children:		
16		(a)	Fifty percent (50%) of the deceased member's monthly average pay, if the		
17			deceased member has one (1) dependent child;		
18		(b)	Sixty-five percent (65%) of the deceased member's monthly average pay, if		
19			the deceased member has two (2) dependent children; or		
20		(c)	Seventy-five percent (75%) of the deceased member's monthly average pay, if		
21			the deceased member has three (3) or more dependent children.		
22		Payı	ments made to the dependent children under this subsection shall be divided		
23		equa	ally among all the dependent children.		
24	(3)	If a	member dies as a direct result of an act in line of duty as defined in KRS 78.510		
25		and	the member has on file in the retirement office at the time of his or her death a		
26		writ	ten designation of only one (1) beneficiary other than his or her spouse who has		
27		not	been superseded by the surviving spouse as provided by subsection (1)(a) of		

1		this	section[, and who is a dependent receiving at least one-half (1/2) of his or her			
2		supp	port from the deceased member], the beneficiary may elect to receive a lump-			
3		sum	sum payment equal to the member's monthly average pay multiplied by thirty-six			
4		<u>(36)</u>	months [of ten thousand dollars (\$10,000)].			
5	(4)	The	payments provided by this section shall commence in the month following the			
6		date	of death of the member and shall be payable to the spouse, dependent children,			
7		bene	eficiaries, or to a legally appointed guardian or as directed by the system.			
8		Ben	efits to a dependent child under this section shall be payable notwithstanding an			
9		elec	tion by a surviving spouse or beneficiary to withdraw the deceased member's			
10		accu	amulated account balance as provided in KRS 61.625 or to elect benefits under			
11		any	other provisions of KRS 78.510 to 78.852.			
12	(5)	A su	arviving spouse or beneficiary eligible for benefits under subsection (1) or (3) of			
13		this	section who is also eligible for benefits under any other provisions of KRS			
14		78.5	10 to 78.852 may elect benefits under this section or any other section of KRS			
15		78.5	10 to 78.852 but cannot elect to receive both.			
16	(6)	(a)	A surviving spouse or beneficiary applying for benefits under subsection (1)			
17			or (3) of this section who is also eligible for benefits under KRS 78.5532 may			
18			elect to receive benefits under KRS 78.5532(2)(a) or (b) while the application			
19			for benefits under subsection (1) or (3) of this section is pending.			
20		(b)	If a final determination results in a finding of eligibility for benefits under			
21			subsection (1) or (3) of this section, the system shall recalculate the benefits			
22			due the surviving spouse or beneficiary in accordance with this subsection.			
23		(c)	If the surviving spouse or beneficiary has been paid less than the amount of			
24			benefits which the surviving spouse or beneficiary was entitled to receive			
25			under this section, the system shall pay the additional funds due to the			
26			surviving spouse or beneficiary.			
27		(d)	If the surviving spouse or beneficiary has been paid more than the amount of			

benefits which the surviving spouse or beneficiary was entitled to receive
under this section, the system shall deduct the amount overpaid to the
surviving spouse or beneficiary from <u>any</u> [the ten thousand dollars (\$10,000)]
lump-sum payment provided by this section and from the monthly retirement
allowance payments until the amount owed to the systems has been recovered.

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