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0396 Policemen's and Firemen's Pension Refor	m Commission



Policemen's and

Firemen's Pension

Reform Commission

Report to the

COLORADO

GENERAL ASSEMBLY

Colorado Legislative Council Research Publication No. 396 December 1994

RECOMMENDATIONS FOR 1994

POLICEMEN'S AND FIREMEN'S PENSION REFORM COMMISSION

Report to the Colorado General Assembly

Research Publication No. 396 November 1994

COLORADO GENERAL ASSEMBLY

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LEGISLATIVE COUNCIL

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December 9, 1994

To Members of the Sixtieth General Assembly:

Submitted herewith is the final report of the Policemen's and Firemen's Pension Reform Commission. This commission is a statutory committee established under Section 31-30-901, C.R.S.

At its meeting on October 11, 1994, the Legislative Council reviewed the report of this committee. A motion to forward this report and the bills therein for consideration in the 1995 session was approved.

Respectfully submitted,

/s/ Representative Paul D. Schauer Chairman Legislative Council

PDS/eg

COMMITTEE

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TABLE OF CONTENTS

	PAGE
LETTER OF TRANSMITTAL	. iii
TABLE OF CONTENTS	. v
LIST OF BILLS	. vii
MEMBERS OF THE COMMISSION	. ix
COMMISSION STATUTORY AUTHORITY AND RESPONSIBILITIES	. 1
COMMISSION CHARGE, ACTIVITIES AND RECOMMENDATIONS.	
Bill A — Earning Allocations to Separate Retirement Accounts	. 1
Bill B — Investigation of Disability Benefits	. 2
Bill C — Statewide Money Purchase Plan	. 2
Bill D — Volunteer Firefighter Pensions	. 2
MATERIALS AVAILABLE	. 3

LIST OF BILLS

Bill A		Concerning the Allocation of Earnings to Separate Retirement Accounts of Police and Fire Members Covered by the Statewide	
		Defined Benefit Plan	5
Bill B		Concerning the Time Period During Which the Fire and Police	
		Pension Association is Authorized to Investigate Members Who	
		Have Been Awarded Disability Benefits by Said Association	7
Bill C	_	Concerning Employer Participation in the Statewide Money	
		Purchase Plan for Police and Fire Members Currently Covered	
		by Local Money Purchase Plans	9
Bill D		Concerning Volunteer Firefighter Pensions	13

POLICEMEN'S AND FIREMEN'S PENSION REFORM COMMISSION

Members of the Commission

Senator Ray Powers,
Chairman
Representative Tom Ratterree,
Vice Chairman
Senator Tom Blickensderfer
Senator Ray Peterson
Senator Mary Anne Tebedo
Senator Paul Weissmann

Representative Vickie Agler
Representative Ken Chlouber
Representative Mike Coffman
Representative Jim Dyer
Representative Lewis Entz
Representative Daphne Greenwood
Representative Vi June
Representative Peggy Reeves
* vacancy not filled by Speaker of the House

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POLICEMEN'S AND FIREMEN'S PENSION REFORM COMMISSION

Commission Charge

In 1978, Senate Bill 46 (Parts 8 and 9, Article 30, Title 31, C.R.S.) created a statutory policemen's and firemen's pension reform commission to study and develop legislation relating to the funding of police and fire pensions and the benefit designs of such plans.

Commission Activities and Recommendations

At its meeting on October 6, 1994, the commission heard reviews of the 1993 annual financial report and the 1993 financial data from Ms. Ruth Sieler, Executive Director of the Fire and Police Pension Association (FPPA). The director also presented a statement of FPPA's net assets as of December 31, 1993, and August 31, 1994, and the 1994 distribution of state funds for unfunded liabilities as of September 15, 1994. Association funds have grown from \$1,075,954,155 at end of 1993 to \$1,117,030,721 as of August 31, 1994. The 1994 distribution of state funds for the unfunded liabilities of 14 fire and police associations totaled \$18,721,079. Ms. Sieler reported that FPPA is forming a task force to study measures for decreasing unfunded liabilities.

The commission considered legislation requested by the FPPA Board of Directors. Following discussion, Bills A, B, and C were recommended for consideration in the 1995 legislative session. The Colorado State Firefighters Association (CSFA) proposed Bill D to separate the volunteer firefighters' pension provisions from the paid firefighters' pension provisions by placing them in a separate Part 11 of Article 30, Title 31, C.R.S. The bill also made several changes to volunteer firefighters' pension amounts. Following debate, the commission amended the proposed bill and voted to recommend the bill for consideration in the 1995 legislative session.

Bill A — Earning Allocations to Separate Retirement Accounts

Bill A changes the allocation of earnings to separate retirement accounts of police and fire members under the statewide defined benefit plan from a quarterly to at least a monthly basis.

Bill B increases from three to five years the period during which the FPPA is authorized to investigate members who have been awarded disability benefits by the association.

Bill C — Statewide Money Purchase Plan

Bill C authorizes employers who have local money purchase plans to apply for coverage of its fire and police members under the statewide money purchase plan. An application for coverage under the statewide plan must be made six months in advance of coverage. The application must be approved by 65 percent of the employer's active members who are participating in the local money purchase plan. The FPPA board is authorized to promulgate rules and regulations relating to the transfer of funds from the local money purchase plans into the statewide money purchase plan. This transfer will have to be done in accordance with federal law. The option for members to stay in the local money purchase plans will still exist; however, the window of time to opt out of the statewide plan after establishing membership is no longer in effect.

Bill D — Volunteer Firefighter Pensions

Bill D separates volunteer firefighter pension provisions from paid firefighter provisions in state law by creating a separate Part 11 of Article 30, Title 31, C.R.S. The bill specifies that length of service is vested when a volunteer firefighter has served five years. A maximum benefit of \$450 per month is established under any volunteer firefighter pension fund, unless otherwise provided. The maximum short-term disability monthly annuity is increased but can not exceed \$225 per month or last for more than one year. Any firefighter who served in more than one municipality, fire protection district, or county improvement district shall be entitled to one-twentieth of the retirement pension being paid (not to exceed \$450 per month) by that fund on the day the volunteer firefighter left the service of the particular municipality or district. Survivor benefits allowed when a volunteer firefighter dies in the line of duty are increased according to the number of years in service. The survivor benefits shall not exceed 50 percent of the current pension payment of an actuarially sound retired fire department member pension plan.

The bill clarifies municipality board membership and requires that a board in a fire protection district elect a president and secretary from the existing membership of the board. The municipality's or fire protection district's authority to create a board to administer the volunteer firefighter's pension fund that is distinct from the board authorized by statute is eliminated.

MATERIALS AVAILABLE

The following materials relevant to the Policemen's and Firemen's Pension Reform Commission meeting are available from the office of the Legislative Council.

- 1. Staff summary of meeting, October 6, 1994.
- 2. Comprehensive Annual Financial Report of the Fire and Police Pension Association of Colorado, FPPA, December 31, 1993.
- 3. Table illustrating FPPA's statement of net assets from December 31, 1993, through August 31, 1994.
- 4. Table illustrating the 1994 distribution of state funds for unfunded liabilities as of September 15, 1994.

LLS NO. 95-0092.01 SLE

HOUSE BILL 95-

BY REPRESENTATIVES June, Chlouber, Coffman, Entz, and Reeves; also SENATORS Blickensderfer, R. Powers, Tebedo, and Weissmann.

A BILL FOR AN ACT

101 CONCERNING THE ALLOCATION OF EARNINGS TO SEPARATE
102 RETIREMENT ACCOUNTS OF POLICE AND FIRE MEMBERS
103 COVERED BY THE STATEWIDE DEFINED BENEFIT PLAN.

Bill Summary

(Note: This summary applies to this bill as introduced and does not necessarily reflect any amendments which may be subsequently adopted.)

Policemen's and Firemen's Pension Reform Commission. Changes the allocation of earnings to separate retirement accounts of police and fire members under the statewide defined benefit plan from a quarterly to at least a monthly basis.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. 31-30-1017 (3), Colorado Revised

3 Statutes, 1986 Repl. Vol., as amended, is amended to read:

31-30-1017. Separate retirement account - creation -

allocation. (3) Earnings accruing on the amount allocated to the

member's separate retirement account shall be allocated quarterly

AT LEAST MONTHLY on a time-weighted basis as determined by

8 the board.

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9 SECTION 2. Safety clause. The general assembly 10 hereby finds, determines, and declares that this act is necessary 11 for the immediate preservation of the public peace, health, and 12 safety. LLS NO. 95-0093.01 SLE

HOUSE BILL 95-

BY REPRESENTATIVES Coffman, Chlouber, Entz, June, and Reeves; also SENATORS Tebedo, Blickensderfer, R. Powers, and Weissmann.

A BILL FOR AN ACT

101 CONCERNING THE TIME PERIOD DURING WHICH THE FIRE AND
102 POLICE PENSION ASSOCIATION IS AUTHORIZED TO
103 INVESTIGATE MEMBERS WHO HAVE BEEN AWARDED
104 DISABILITY BENEFITS BY SAID ASSOCIATION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not necessarily reflect any amendments which may be subsequently adopted.)

Policemen's and Firemen's Pension Reform Commission. Increases from 3 to 5 years the time period during which the fire and police pension association is authorized to investigate members who have been awarded disability benefits by the association.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. 31-30-1007 (4) (b), Colorado Revised

3 Statutes, 1986 Repl. Vol., as amended, is amended to read:

31-30-1007. Retirement for disability. (4) (b) The board shall have the authority to investigate claims for disability retirement benefits at the time of initial application for benefits or subsequent to an award of benefits in order to determine eligibility

or continuing eligibility for such benefits. The board shall appoint

such investigators and other personnel as may be necessary to

3 carry out this function. No investigation of a member who has

4 been awarded a disability retirement shall be pursued if more than

three FIVE years has elapsed since the date of the award.

SECTION 2. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary

8 for the immediate preservation of the public peace, health, and

safety.

LLS NO. 95-0094.01 JT

SENATE BILL 95-

BY SENATORS Tebedo, Blickensderfer, and R. Powers; also REPRESENTATIVES Reeves, Chlouber, Coffman, Entz, and June.

A BILL FOR AN ACT

101	Concerning	EMPLOYE	R PART	ICIPA	TION I	N THE	STATEWI	DE
102	MONE	Y PURCHAS	SE PLAN	FOR	POLICE	AND FIR	Е МЕМВЕ	RS
03	CURR	ENTLY CO	VERED	BY	LOCAL	MONEY	PURCHA	SE
104	PLANS	S.						

Bill Summary

(Note: This summary applies to this bill as introduced and does not necessarily reflect any amendments which may be subsequently adopted.)

Policemen's and Firemen's Pension Reform Commission. Authorizes employers who have established local money purchase plans to apply for coverage of its fire and police members under the statewide money purchase plan. Requires the employer to initiate an application for coverage by filing a resolution, adopted by the employer's governing body, no less than 6 months prior to the effective date of coverage. Requires approval of the application for coverage by at least 65% of the employer's active members who are participating in the local money purchase plan. Authorizes the board to promulgate rules and regulations relating to member approval, standards for granting an employer's application, and submission of information by an employer to the board. As part of the application process, requires an employer to make certain certifications to the board concerning covered employees and the local money purchase plan.

Makes conforming amendments.

1 SECTION 1. 31-30-1005.3, Colorado Revised Statutes, 2 1986 Repl. 31-30-1005.3. Statewide money purchase plan -3 creation - management - application for coverage in lieu of local money purchase plan. (6) (a) ANY EMPLOYER WHO HAS ESTABLISHED A LOCAL MONEY PURCHASE PLAN PURSUANT TO PART 3, 4, 5, 6, or 10 of this article may apply to the board to COVER THE MEMBERS OF ITS LOCAL MONEY PURCHASE PLAN UNDER THE STATEWIDE MONEY PURCHASE PLAN. AN APPLICATION 10 MAY BE INITIATED BY FILING WITH THE BOARD A RESOLUTION ADOPTED BY THE EMPLOYER PURSUANT TO PARAGRAPH (b) OF THIS 11 12 SUBSECTION (6) NO LESS THAN SIX MONTHS PRIOR TO THE PROPOSED EFFECTIVE DATE OF COVERAGE UNDER THE STATEWIDE 13 14 MONEY PURCHASE PLAN UNLESS A SHORTER WAITING PERIOD IS 15 APPROVED BY THE BOARD. THE EFFECTIVE DATE OF COVERAGE 16 SHALL BE THE FIRST DAY OF THE MONTH FOLLOWING THE WAITING 17 PERIOD. 18 THE EMPLOYER'S RESOLUTION APPLYING FOR

(b) THE EMPLOYER'S RESOLUTION APPLYING FOR COVERAGE UNDER THE STATEWIDE MONEY PURCHASE PLAN SHALL BE ADOPTED BY THE GOVERNING BODY OF THE EMPLOYER AND SHALL STATE THE EMPLOYER'S INTENT TO COVER THE MEMBERS OF ITS LOCAL MONEY PURCHASE PLAN UNDER THE STATEWIDE MONEY PURCHASE PLAN.

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24 (c) Any application for coverage under the 25 statewide money purchase plan shall be approved by at 26 least sixty-five percent of all active members employed

¹ Be it enacted by the General Assembly of the State of Colorado:

1	BY THE EMPLOYER WHO ARE PARTICIPATING IN THE LOCAL MONEY
2	PURCHASE PLAN AT THE TIME OF THE APPLICATION.

- (d) The board shall promulgate rules and regulations relating to standards for disclosure of all ramifications and procedures for obtaining the member approval described in paragraph (c) of this subsection (6). The board shall also promulgate rules and regulations relating to standards for granting an employer's application for participation in the statewide money purchase plan and for the submission of information to the board by the employer.
- (e) AN APPLICATION FOR COVERAGE UNDER THE STATEWIDE MONEY PURCHASE PLAN SHALL NOT BE COMPLETE UNTIL THE EMPLOYER CERTIFIES TO THE BOARD THAT:
- (I) THE EMPLOYER'S LOCAL MONEY PURCHASE PLAN MEETS THE QUALIFICATION REQUIREMENTS OF SECTION 401 (a) OF THE INTERNAL REVENUE CODE OF 1986 THAT ARE APPLICABLE TO GOVERNMENTAL PLANS;
- (II) IN CONNECTION WITH THE EMPLOYER'S RESOLUTION PURSUANT TO PARAGRAPH (b) OF THIS SUBSECTION (6), THE EMPLOYER'S GOVERNING BODY HAS ADOPTED A RESOLUTION FOR COMPLETE OR PARTIAL TERMINATION OF THE LOCAL MONEY PURCHASE PLAN IN ACCORDANCE WITH THE TERMS OF THAT PLAN AND THAT:

- 1 (A) THE TERMINATION RESOLUTION DOES NOT
 2 ADVERSELY AFFECT THE QUALIFIED STATUS OF THE LOCAL MONEY
 3 PURCHASE PLAN; AND
- 4 (B) THE RIGHTS OF ALL PARTICIPANTS IN THE LOCAL
 5 MONEY PURCHASE PLAN WHO ARE AFFECTED BY THE TERMINATION
 6 TO BENEFITS ACCRUED TO THE DATE OF TERMINATION ARE
 7 NONFORFEITABLE:
- 8 (III) ALL ACTIVE AND RETIRED FIRE AND POLICE
 9 PARTICIPANTS IN THE LOCAL MONEY PURCHASE PLAN WILL
 10 BECOME PARTICIPANTS IN THE STATEWIDE MONEY PURCHASE
 11 PLAN;
- 12 (IV) AS DIRECTED BY THE BOARD, THE EMPLOYER WILL
 13 TRANSFER OR CAUSE TO BE TRANSFERRED TO THE STATEWIDE
 14 MONEY PURCHASE PLAN ALL ASSETS OF THE LOCAL MONEY
 15 PURCHASE PLAN THAT ARE ATTRIBUTABLE TO THE ACCRUED
 16 BENEFITS OF THE TRANSFERRED PARTICIPANTS;
- 17 (V) ALL EMPLOYER AND EMPLOYEE CONTRIBUTIONS
 18 REQUIRED TO BE MADE TO THE LOCAL MONEY PURCHASE PLAN AS
 19 OF THE DATE OF TERMINATION HAVE BEEN PAID;
- 20 (VI) PARTICIPANTS IN THE LOCAL MONEY PURCHASE
 21 PLAN WILL NOT INCUR A REDUCTION IN THEIR RESPECTIVE
 22 ACCRUED BENEFITS, DETERMINED AS OF THE DATE OF TRANSFER,
 23 AS A RESULT OF THEIR TRANSFER TO THE STATEWIDE MONEY
 24 PURCHASE PLAN; AND
- 25 (VII) THE EMPLOYER AGREES TO PARTICIPATE IN THE 26 STATEWIDE MONEY PURCHASE PLAN AND TO BE BOUND BY THE

- TERMS OF THE PLAN AND THE DECISIONS AND ACTIONS OF THE 2 BOARD WITH RESPECT TO THE PLAN. SECTION 2. 31-30-1003.3, Colorado Revised Statutes, 3 1986 Repl. Vol., as amended, is amended BY THE ADDITION 4 OF A NEW SUBSECTION to read: 5 31-30-1003.3. Exempt money purchase plan option. 6 7 (11) NOTHING IN THIS SECTION SHALL BE CONSTRUED TO PROHIBIT 8 AN EMPLOYER WHO HAS ADOPTED A LOCAL MONEY PURCHASE 9 PLAN FROM ELECTING AND APPLYING FOR COVERAGE UNDER THE 10 STATEWIDE MONEY PURCHASE PLAN PURSUANT TO SECTION 31-30-1005.3 (6). 11 12 SECTION 3. 31-30-1005 (1), Colorado Revised Statutes, 1986 Repl. Vol., as amended, is amended BY THE 13 ADDITION OF A NEW PARAGRAPH to read: 14 15 31-30-1005. Powers and duties of the board. (1) The 16 board shall: 17 (1) APPROVE OR DENY APPLICATIONS FOR COVERAGE 18 UNDER THE STATEWIDE MONEY PURCHASE PLAN PURSUANT TO
- section 31-30-1005.3 (6).

 SECTION 4. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

BY REPRESENTATIVES Entz, Chlouber, June, and Reeves; also SENATOR Tebedo.

A BILL FOR AN ACT

CONCERNING VOLUNTEER FIREFIGHTER PENSIONS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not necessarily reflect any amendments which may be subsequently adopted.)

Policemen's and Firemen's Pension Reform Commission. Separates volunteer firefighter pension provisions from paid firefighter pension provisions and places them in a separate part 11 of article 30 of title 31, C.R.S. Repeals provisions in parts 4 and 10 of article 30 of title 31 that are moved to part 11 of article 30 of title 31, C.R.S., and that are obsolete. Clarifies volunteer firefighter pension provisions.

Prescribes a maximum benefit amount allowed under any volunteer firefighter pension fund, unless otherwise provided. Specifies that length of service is vested when a volunteer firefighter serves 5 years. Increases the maximum short-term disability annuity and sets a maximum long-term disability annuity amount allowed to a volunteer firefighter. Increases the maximum total pension amount allowed to a volunteer firefighter if the firefighter served in more than one municipality, fire protection district, or county improvement district. Increases the maximum amount of survivor benefits allowed when a volunteer firefighter dies in the line of duty. Increases the benefit for funeral expenses of a deceased volunteer firefighter.

Adds one person to the membership of the volunteer firefighter pension fund board in municipalities. Clarifies that the board in a fire protection district elects a president and secretary from the board's membership. Eliminates a municipality's and fire protection district's authority to create by ordinance or resolution a board to administer the volunteer firefighter's pension fund that is distinct from the board authorized by statute. Restricts contributions of fund moneys for only fire-related purposes. Increases the number of active and retired volunteer

firefighters required to concur with the purchase of insurance. Makes conforming amendments.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. Legislative intent. (1) This act is
primarily intended to separate the provisions of law relating to

volunteer firefighter pensions presently located in article 30 of

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5 title 31, Colorado Revised Statutes, from similar provisions

relating to other firefighter pensions and to locate them in a new part 11 created in article 30 of title 31, Colorado Revised

8 Statutes, that relates only to volunteer firefighter pensions. Part

9 11 of article 30 of title 31, Colorado Revised Statutes, is not

10 intended to apply to paid firefighters. This separation is intended

11 to facilitate the understanding and usage of the law governing

12 volunteer firefighter pensions. This act also is intended to clarify

13 existing law relating to volunteer firefighter pensions, to use plain

14 language in the volunteer firefighter pension laws in compliance

with section 2-2-801, Colorado Revised Statutes, and to change

some of the volunteer firefighter pension benefits.

(2) This act is not intended to terminate volunteer firemen's pension boards of trustees or volunteer firemen's pension funds existing before the effective date of this act nor to require any transfer of moneys in these funds to new funds. The intent is to continue these boards and funds under part 11, article 30 of title 31. Colorado Revised Statutes, created in this act.

1	SECTION 2. Article 30 of title 31, Colorado Revised
2	Statutes, 1986 Repl. Vol., as amended, is amended BY THE
3	ADDITION OF A NEW PART to read:
4	PART 11
5	VOLUNTEER FIREFIGHTER PENSION ACT
6	31-30-1101. Short title. This part 11 shall be known
7	AND MAY BE CITED AS THE "VOLUNTEER FIREFIGHTER PENSION
8	ACT".
9	31-30-1102. Definitions. As used in this part 11,
10	UNLESS THE CONTEXT OTHERWISE REQUIRES:
11	(1) "BOARD" MEANS THE BOARD OF TRUSTEES OF THE
12	VOLUNTEER FIREFIGHTER PENSION FUND THAT IS CREATED IN A
13	MUNICIPALITY OR DISTRICT UNDER THIS PART 11.
14	(2) "DISTRICT" MEANS A FIRE PROTECTION DISTRICT OR
15	COUNTY IMPROVEMENT DISTRICT IN THIS STATE THAT MAINTAINS
16	A REGULARLY ORGANIZED VOLUNTEER FIRE DEPARTMENT AND
17	THAT OFFERS FIRE PROTECTION SERVICES.
18	(3) "Fire and police pension association" means the
19	ASSOCIATION CREATED BY SECTION 31-30-1004.
20	(4) "Fire department member" means a volunteer
21	FIREFIGHTER WHO IS IN A FIRE DEPARTMENT THAT SERVES A
22	MUNICIPALITY OR DISTRICT AND WHO ACCRUES BENEFITS IN THE
23	VOLUNTEER FIREFIGHTER PENSION FUND.
24	(5) "FUND" MEANS THE VOLUNTEER FIREFIGHTER

PENSION FUND PROVIDED IN THIS PART 11.

1	(6) "Municipality" means a municipality in this
2	STATE THAT MAINTAINS A REGULARLY ORGANIZED VOLUNTEER
3	FIRE DEPARTMENT AND THAT OFFERS FIRE PROTECTION SERVICES.
4	(7) "Plan" means a program of benefits provided
5	UNDER THIS PART 11.
6	(8) "RETIRED FIRE DEPARTMENT MEMBER" MEANS A
7	VOLUNTEER FIREFIGHTER WHO IS NOT ON ACTIVE DUTY AND WHO
8	RECEIVES PENSION BENEFITS FROM THE VOLUNTEER FIREFIGHTER
9	PENSION FUND.
10	(9) (a) "VOLUNTEER FIREFIGHTER" MEANS EITHER OF
11	THE FOLLOWING, REGARDLESS OF THE DESIGNATION OR TITLE
12	GIVEN THE FIREFIGHTER:
13	(I) A FIREFIGHTER WHO RENDERS SERVICE TO A FIRE
14	DEPARTMENT IN A MUNICIPALITY OR DISTRICT AND WHO DOES NOT
15	RECEIVE COMPENSATION UNDER A CONTRACT OF EMPLOYMENT AS
16	A FIREFIGHTER; OR
17	(II) A RESERVE FIREFIGHTER WHO RENDERS SERVICE TO
18	A FIRE DEPARTMENT IN A MUNICIPALITY OR DISTRICT AND WHO
19	DOES NOT RECEIVE COMPENSATION UNDER A CONTRACT OF
20	EMPLOYMENT AS A FIREFIGHTER.
21	(b) FOR THE PURPOSES OF THIS SUBSECTION (9),
22	"COMPENSATION" DOES NOT INCLUDE:
23	(I) ACTUAL EXPENSES INCURRED BY AND REIMBURSED TO
24	A VOLUNTEER FIREFIGHTER; OR

1	(II) SALARY LOST AS A CONSEQUENCE OF ACTUAL
2	FIREFIGHTING DUTIES CAUSING THE ABSENCE OF THE VOLUNTEER
3	FIREFIGHTER FROM NORMAL EMPLOYMENT.
4	31-30-1103. Board of trustees - fund. (1) IN ANY
5	MUNICIPALITY OR DISTRICT THAT MAINTAINS A REGULARLY
6	ORGANIZED VOLUNTEER FIRE DEPARTMENT, THERE IS CREATED A
7	BOARD OF TRUSTEES OF THE VOLUNTEER FIREFIGHTER PENSION
8	FUND. THE BOARD:
9	(a) SHALL MANAGE, USE, AND DISBURSE MONEYS IN THE
0	FUND ACCORDING TO ITS RULES AND BYLAWS AND THIS PART 11;
1	(b) SHALL SUPERVISE AND CONTROL THE FUND;
2	(c) May take all necessary steps and pursue all
3	NECESSARY REMEDIES TO PRESERVE THE FUND.
4	31-30-1104. Board - municipality. (1) IN A
5	MUNICIPALITY, THE BOARD MUST CONSIST OF THE FOLLOWING
6	MEMBERS:
7	(a) THE MAYOR FOR A TERM EQUAL TO THE MAYOR'S
8	TENURE AS MAYOR;
9	(b) The municipal treasurer for a term equal to
20	THE TREASURER'S TENURE WITH THE MUNICIPALITY;
21	(c) Two other persons appointed by and for terms
22	DETERMINED BY THE GOVERNING BODY OF THE MUNICIPALITY;
23	AND
24	(d) Three fire department members of the entire
25	MEMBERSHIP OF ALL CLASSES OF FIRE DEPARTMENTS SERVING THE

MUNICIPALITY WHO ARE ELECTED BY THE MEMBERS OF THOSE FIRE

- DEPARTMENTS FOR THREE-YEAR TERMS; EXCEPT THAT, AT THE INITIAL ELECTION, ONE MEMBER SHALL BE ELECTED FOR THREE YEARS, ONE MEMBER FOR TWO YEARS, AND ONE MEMBER FOR ONE
- 4 YEAR. IN ALL SUBSEQUENT ELECTIONS, THESE MEMBERS SHALL BE
 5 ELECTED FOR THREE YEARS.
- 6 (2) THE BOARD SHALL ELECT A PRESIDENT AND
 7 SECRETARY FROM ITS MEMBERS. THE MUNICIPAL TREASURER OR
 8 FINANCE OFFICER SHALL SERVE AS THE EX OFFICIO TREASURER OF
- 10 31-30-1105. Board fire protection district. (1) IN A
 11 FIRE PROTECTION DISTRICT, THE BOARD MUST CONSIST OF THE
 12 FOLLOWING MEMBERS:

9

THE BOARD.

- (a) The board of directors of the fire protection
 DISTRICT FOR TERMS EQUAL TO THEIR TENURE ON THE FIRE
 PROTECTION DISTRICT BOARD;
- 16 (b) THE TREASURER OF THE BOARD OF THE FIRE
 17 PROTECTION DISTRICT WHO SHALL BE TREASURER OF THE FUND
 18 FOR A TERM EQUAL TO THE TREASURER'S TENURE ON THE FIRE
 19 PROTECTION DISTRICT BOARD; AND
- 20 (c) Two fire department members elected by the
 21 fire department members for two-year terms; except that,
 22 at the initial election, one member shall be elected for
 23 two years and one member for one year. In all
 24 subsequent elections, these members shall be elected for
 25 three years.

25

1	(2) THE BOARD SHALL ELECT A PRESIDENT AND
2	SECRETARY FROM ITS MEMBERS.
3	(3) The treasurer of the board shall obtain a
4	BOND PAID FROM THE FUND IN AN AMOUNT DETERMINED BY THE
5	BOARD. 31-30-1106. Board - county
6	improvement district. (1) IN A COUNTY IMPROVEMENT DISTRICT,
7	THE BOARD MUST CONSIST OF THE FOLLOWING MEMBERS:
8	(a) ONE COUNTY COMMISSIONER OF THE COUNTY IN
9	WHICH THE DISTRICT IS LOCATED FOR A TERM EQUAL TO THE
0	COMMISSIONER'S TENURE AS COUNTY COMMISSIONER;
1	(b) THE COUNTY TREASURER FOR A TERM EQUAL TO THE
2	TREASURER'S TENURE WITH THE COUNTY;
3	(c) Three residents of the county obligated to
4	PAY REAL OR PERSONAL PROPERTY TAXES WHO ARE APPOINTED BY
5	THE COUNTY COMMISSIONERS FOR STAGGERED TERMS DETERMINED
6	BY THE COUNTY COMMISSIONERS; AND
7	(d) Two fire department members for two-year
8	TERMS.
9	(2) THE TREASURER OF THE FUND SHALL OBTAIN A BOND
20	PAID FROM THE FUND IN AN AMOUNT DETERMINED BY THE BOARD.
21	' 31-30-1107. Board - consolidation or merger. (1) IF
22	A MUNICIPALITY OR DISTRICT MERGES OR CONSOLIDATES WITH ONE
23	OR MORE MUNICIPALITIES OR DISTRICTS, THE FORMER TRUSTEES OF

THE VARIOUS VOLUNTEER FIREFIGHTER PENSION FUNDS OF THE

CONSOLIDATED OR MERGED MUNICIPALITIES OR DISTRICTS SHALL:

- 1 (a) ELECT SEVEN PERSONS FROM THEIR MEMBERS, NOT MORE THAN THREE OF WHOM ARE FIRE DEPARTMENT MEMBERS, TO 3 SERVE AS TRUSTEES OF THE VOLUNTEER FIREFIGHTER PENSION FUND OF THE CONSOLIDATED OR MERGED FUND WITH DUE REGARD TO EQUAL REPRESENTATION; 6 (b) CEASE TO HOLD OFFICE IF THEY ARE NOT ELECTED 7 UNDER PARAGRAPH (a) OF THIS SUBSECTION (1). 8 (2) THE TRUSTEES OF THE CONSOLIDATED OR MERGED FUND SHALL ELECT FROM ITS MEMBERS A PRESIDENT, SECRETARY, 10 AND TREASURER. THE TREASURER OF THE CONSOLIDATED OR 11 MERGED DISTRICT'S FUND SHALL OBTAIN A BOND PAID FROM THE 12 FUND IN AN AMOUNT DETERMINED BY THE BOARD. 13 31-30-1108. Board powers and duties. (1) A BOARD 14 CREATED BY THIS PART 11 TO CONTROL A FUND: 15 (a) SHALL ADOPT NECESSARY RULES THAT ARE NOT 16 17
 - INCONSISTENT WITH THIS PART 11 FOR THE MANAGEMENT AND DISCHARGE OF ITS DUTIES, FOR ITS OWN GOVERNMENT AND PROCEDURE, AND FOR THE PRESERVATION AND PROTECTION OF THE FUND;

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20 (b) SHALL HEAR AND DECIDE EACH APPLICATION FOR BENEFITS UNDER THIS PART 11 IN ACCORDANCE WITH SECTION 24-4-105, C.R.S. ACTION ON AN APPLICATION IS FINAL AND CONCLUSIVE; EXCEPT THAT, IF IN THE OPINION OF A BOARD, 24 JUSTICE DEMANDS RECONSIDERATION OF THE ACTION, THE BOARD 25 MAY REVERSE THE ACTION;

1	(c) SHALL KEEP AND PRESERVE A RECORD OF THE ACTION
2	AND ALL OTHER MATTERS PROPERLY BEFORE THE BOARD;
3	(d) MAY MAKE AGREEMENTS WITH THE FIRE AND POLICE
4	PENSION ASSOCIATION TO ADMINISTER THE PLAN AND MANAGE THE
5	FUNDS OF THE PLAN FOR INVESTMENT;
6	(e) May consolidate its fund with the fund of
7	ANOTHER MUNICIPALITY OR DISTRICT AND SHALL ADMINISTER THE
8	CONSOLIDATED FUNDS AS A SINGLE FUND IF IN THE OPINION OF
9	THE BOARD THE TOTAL MONEYS ALLOCATED TO A FUND BY A
10	MUNICIPALITY OR DISTRICT ARE INADEQUATE TO SUSTAIN A
11	PROPER FUND FOR RETIREMENT OR FOR THE OTHER PURPOSES OF
12	THE FUND UNDER THIS PART 11. THE BOARDS OF THESE SINGLE
13	FUNDS MAY CONSOLIDATE THE FUNDS UNDER CONDITIONS AND
14	TERMS PROVIDED IN AN AGREEMENT CONSISTENT WITH THIS PART
15	11.
16	31-30-1109. Attorney representation. (1) THE
17	ATTORNEY FOR A MUNICIPALITY OR DISTRICT SHALL:
18	(a) When required by the board, advise the board
19	ON ALL MATTERS PERTAINING TO THE BOARD'S DUTIES AND
20	MANAGEMENT OF THE FUND;
21	(b) REPRESENT AND DEFEND THE BOARD IN ANY SUIT OR
22	ACTION AT LAW OR IN EQUITY BROUGHT AGAINST THE BOARD; AND
23	(c) Bring all suits and actions on the board's
24	BEHALF AS THE BOARD REQUIRES OR REQUESTS.
25	(2) If a conflict between a board and a

MUNICIPALITY OR DISTRICT EXISTS, THE BOARD MAY OBTAIN AN

2	IN THIS SECTION AT THE BOARD S EXPENSE
3	31-30-1110. Property tax. THE GOVERNING BODY OF A
4	MUNICIPALITY WITH A POPULATION OF LESS THAN ONE HUNDRED
5	THOUSAND, THE BOARD OF DIRECTORS OF EACH FIRE PROTECTION
6	DISTRICT, OR THE BOARD OF A COUNTY IMPROVEMENT DISTRICT
7	MAY LEVY AND SET APART A TAX FOR EACH YEAR OF NOT MORE
8	THAN ONE MILL ON THE TAXABLE PROPERTY IN THE MUNICIPALITY
9	OR DISTRICT. THE GOVERNING BODY OR BOARD SHALL CREDIT THE
10	PROCEEDS OF THIS TAX, IF ANY, TO THE MUNICIPALITY'S OR
11	DISTRICT'S FUND. THE TOTAL TAX LEVIED UNDER THIS SECTION
12	AND SECTION 31-30-405 (2), IF ANY, FOR A FIRE DEPARTMENT
13	THAT HAS BOTH PAID AND VOLUNTEER FIREFIGHTERS MUST NOT
14	EXCEED ONE MILL ON THE TAXABLE PROPERTY IN THE
15	MUNICIPALITY OR DISTRICT. ANY NEW TAX OR AN INCREASE IN
16	THE MILL LEVY UNDER THIS SECTION SHALL COMPLY WITH THE
17	VOTER APPROVAL REQUIREMENTS UNDER SECTION 20 OF ARTICLE
18	X of the state constitution.
19	31-30-1111. Contribution to fund. (1) IN ADDITION TO
20	ANY PROPERTY TAX REVENUES COLLECTED UNDER SECTION
21	31-30-1110, THE FUND ALSO CONSISTS OF ANY:
22	(a) Moneys given to the board or fund by a person

FOR THE USE AND PURPOSE FOR WHICH THE FUND IS CREATED.

THE BOARD MAY TAKE ANY MONEY, PERSONAL PROPERTY, OR

REAL ESTATE, OR INTEREST THEREIN BY GIFT, GRANT, DEVISE, OR

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ATTORNEY TO REPRESENT THE BOARD IN ANY ACTION DESCRIBED

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l	BEQUEST AS TRUSTEES FOR THE USE AND PURPOSE FOR WHICH THE
<u>.</u>	FUND IS CREATED:

- 3 (b) Moneys, fees, rewards, or emoluments of any NATURE AND DESCRIPTION THAT ARE PAID OR GIVEN TO THE FUND; 5 AND
- 6 (c) Moneys provided by the state under section 7 31-30-1112.
- 8 (2) FUND MONEYS ARE FOR THE USE AND BENEFIT OF THE FIRE DEPARTMENT MEMBERS AND THEIR SURVIVING SPOUSES. 10 DEPENDENT CHILDREN, AND DEPENDENT PARENTS IN ACCORDANCE WITH THIS PART 11.
- 12 31-30-1112. State contributions - intent. (1) THE 13 STATE TREASURER MAY TRANSFER MONEYS ANNUALLY TO THE 14 FIRE AND POLICE PENSION ASSOCIATION FOR DISTRIBUTION AS 15 PROVIDED IN THIS SECTION TO ASSIST IN FUNDING VOLUNTEER 16 FIREFIGHTER PENSION FUNDS.
 - (2) (a) EXCEPT AS OTHERWISE PROVIDED IN PARAGRAPH (b) OF THIS SUBSECTION (2), STATE CONTRIBUTIONS TO ANY MUNICIPALITY OR DISTRICT MUST EQUAL NINETY PERCENT OF ALL AMOUNTS LEVIED, APPROPRIATED, AND CONTRIBUTED BY THE MUNICIPALITY OR DISTRICT UNDER SECTION 31-30-1110, BUT THE STATE CONTRIBUTION SHALL NOT EXCEED ONE-HALF MILL ON THE CURRENT VALUATION FOR ASSESSMENT OF THE MUNICIPALITY OR DISTRICT ASSUMING ONE HUNDRED PERCENT COLLECTION.
- 25 NOTWITHSTANDING PARAGRAPH (a) OF THIS 26 SUBSECTION (2), A MUNICIPALITY OR DISTRICT THAT WAS LEVYING

- AN AMOUNT EQUAL TO OR LESS THAN ONE-HALF MILL BEFORE
- 2 JULY 1, 1993, AND THAT SUBSEQUENTLY INCREASES ITS MILL
- 3 LEVY, APPROPRIATION, OR CONTRIBUTION TO PAY VOLUNTEER
- FIREFIGHTER PENSIONS IN EXCESS OF THREE HUNDRED DOLLARS
- 5 PER MONTH SHALL RECEIVE STATE CONTRIBUTIONS UNDER
- PARAGRAPH (a) OF THIS SUBSECTION (2) BASED UPON THE GREATER
- 7 OF:

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- 8 (I) THE MILL LEVY, APPROPRIATION, OR CONTRIBUTION THAT WOULD BE REQUIRED TO BE LEVIED TO PAY A PENSION OF 10 THREE HUNDRED DOLLARS PER MONTH, AS DETERMINED BY THE 11 MUNICIPALITY OR DISTRICT; OR
- 12 THE MILL LEVY, APPROPRIATION, OR THE 13 CONTRIBUTION BEFORE THE INCREASE.
- 14 (c) In no event shall a municipality or district 15 RECEIVE LESS THAN FIVE HUNDRED DOLLARS IF THE MUNICIPALITY 16 OR DISTRICT CONTRIBUTES TO ITS FUND A SUM EQUAL TO THE 17 PROCEEDS OF A LEVY OF ONE-HALF MILL ON THE CURRENT 18 VALUATION FOR ASSESSMENT OF THE MUNICIPALITY OR DISTRICT.
 - (d) IN CALCULATING THE CONTRIBUTION BY THE STATE PROVIDED IN THIS SECTION, THE CASH EQUIVALENT OF THE ACCIDENTAL DEATH AND DISABILITY BENEFIT UNDER SECTION 31-30-1005 (4) FOR EACH MUNICIPALITY OR DISTRICT HAVING MEMBERS, AS DEFINED IN SECTION 31-30-1002, SHALL BE SUBTRACTED. IF THE ACCIDENTAL DEATH AND DISABILITY BENEFIT IS EQUAL TO OR GREATER THAN THE AMOUNT SCHEDULED TO BE CONTRIBUTED TO THE MUNICIPALITY OR DISTRICT, THE FIRE AND

- 1 POLICE PENSION ASSOCIATION SHALL NOT MAKE A CONTRIBUTION.
- 2 AND THE STATE PAYMENT OF ACCIDENTAL DEATH AND DISABILITY
- 3 BENEFITS SHALL BE IN LIEU OF ANY CONTRIBUTION PREVIOUSLY
- 4 MADE TO THE MUNICIPALITY OR DISTRICT.
- 5 (e) THE MONEYS NECESSARY TO MAKE THE STATE'S
- 6 CONTRIBUTION UNDER THIS SECTION SHALL BE DERIVED FROM THE
- 7 PROCEEDS OF THE TAX IMPOSED BY SECTION 10-3-209, C.R.S., AS
- 8 FOLLOWS:
- 9 (I) ON SEPTEMBER 30 OF EACH YEAR, THE STATE
- 10 TREASURER SHALL TRANSFER THE AMOUNT NECESSARY TO
- 11 PROVIDE CONTRIBUTIONS EQUAL TO THE CONTRIBUTIONS MADE BY
- 12 THE STATE TO EACH MUNICIPALITY AND DISTRICT DURING THE
- 13 CALENDAR YEAR 1979 TO THE FIRE AND POLICE PENSION
- 14 ASSOCIATION FOR DISBURSEMENT TO THE FUND OF EACH
- 15 MUNICIPALITY OR DISTRICT.
- 16 (II) TO THE EXTENT THE STATE'S CONTRIBUTION UNDER
- 17 THIS SECTION EXCEEDS THE CONTRIBUTIONS MADE BY THE STATE
- 18 DURING THE CALENDAR YEAR 1979, THE STATE TREASURER SHALL
- 19 TRANSFER THE EXCESS AMOUNTS FROM THE PROCEEDS OF THE TAX

IMPOSED BY SECTION 10-3-209, C.R.S., TO THE FIRE AND POLICE

- 21 PENSION ASSOCIATION ON SEPTEMBER 30 OF EACH YEAR FOR
- 22 DISBURSEMENT TO THE MUNICIPALITY'S OR DISTRICT'S FUNDS.
- 23 Moneys transferred under this subparagraph (II) shall be
- 24 SEPARATE FROM AND IN ADDITION TO MONEYS TRANSFERRED
- 25 UNDER SECTION 31-30-1014 (5) AND DO NOT REVERT TO THE

- GENERAL FUND BUT ARE AVAILABLE FOR THE PURPOSES PROVIDED
- 2 IN THIS SECTION.
- 3 (f) In addition to any other transfers required by
- 4 THIS SECTION, ON SEPTEMBER 30 OF EACH YEAR, THE STATE
- 5 TREASURER SHALL TRANSFER FROM THE PROCEEDS OF THE TAX
- 6 IMPOSED BY SECTION 10-3-209, C.R.S., TO THE FIRE AND POLICE
- 7 PENSION ASSOCIATION, SUCH MONEYS AS MAY BE NECESSARY TO
- 8 PAY FOR THE ACCIDENTAL DEATH AND DISABILITY INSURANCE
- 9 POLICY FOR VOLUNTEER FIREFIGHTERS PROVIDED IN SECTION
- 10 31-30-1005 (4).
- 11 (g) Moneys transferred pursuant to this section
- 12 SHALL BE INCLUDED FOR INFORMATION PURPOSES IN THE GENERAL
- 13 APPROPRIATION BILL OR IN SUPPLEMENTAL APPROPRIATION BILLS
- 14 TO COMPLY WITH THE LIMITATION ON STATE FISCAL YEAR
- 15 SPENDING IMPOSED BY SECTION 20 OF ARTICLE X OF THE STATE
- 16 CONSTITUTION AND SECTION 24-77-103, C.R.S.
- 17 (h) It is the intent of the general assembly to
- 18 CONTINUALLY FUND VOLUNTEER FIREFIGHTER PENSION PLANS.
- 19 **31-30-1113. Fund investments.** (1) THE BOARD MAY
- 20 INVEST ALL OR ANY PART OF FUND MONEYS IN THE NAME OF THE
- 21 BOARD'S TREASURER OR IN THE NAME OF A CUSTODIAN OR
- 22 CUSTODIANS APPOINTED BY THE BOARD UNDER THIS SECTION IN
- 23 INTEREST-BEARING OBLIGATIONS OF THE UNITED STATES, IN
- 24 INTEREST-BEARING BONDS OF THIS STATE, IN GENERAL OBLIGATION
- 25 BONDS OF MUNICIPALITIES, WHETHER ORGANIZED UNDER GENERAL
- 26 LAW OR ARTICLE XX OF THE STATE CONSTITUTION, OR IN ANY

- DEPOSITORY STATED IN SECTION 24-75-603, C.R.S., AND SECURED
- 2 AS PROVIDED IN ARTICLES 10.5 AND 47 OF TITLE 11, C.R.S. BY
- 3 WRITTEN RESOLUTION, THE BOARD MAY APPOINT ONE OR MORE
- 4 PERSONS TO ACT AS A CUSTODIAN OR CUSTODIANS, IN ADDITION TO
- 5 THE TREASURER, TO DEPOSIT OR CAUSE TO BE DEPOSITED ALL OR
- 6 PART OF THE FUND IN ANY STATE OR NATIONAL BANK OR ANY
- 7 STATE OR FEDERALLY CHARTERED SAVINGS AND LOAN
- 8 ASSOCIATION IN THIS STATE. THE APPOINTED PERSONS SHALL GIVE
- 9 SURETY BONDS, AND THE BOARD SHALL DETERMINE THE BONDS'
- 10 AMOUNTS, FORM, AND PURPOSES. THESE SECURITIES AND
- 11 EVIDENCES OF INVESTMENT SHALL BE DEPOSITED WITH THE
- 12 TREASURER OF THE MUNICIPALITY OR DISTRICT.
- 13 (2) Upon the board's direction, the treasurer of
- 14 A MUNICIPALITY OR DISTRICT MAY INVEST PART OF THE FUND
- 15 AVAILABLE FOR INVESTMENT, WITH OR WITHOUT ONE OR MORE
- 16 OTHER VOLUNTEER FIREFIGHTER PENSION FUNDS, IN A
- 17 NONINSURED TRUST PENSION PLAN WITH A BANK OR TRUST
- 18 COMPANY AUTHORIZED TO EXERCISE TRUST POWERS IN THIS STATE
- 19 AS A TRUSTEE. THE TRUSTEE'S INVESTMENT OF FUND MONEYS IS
- 20 GOVERNED BY PART 3 OF ARTICLE 1 OF TITLE 15, C.R.S., BUT THE
- 21 TRUSTEE SHALL AT ALL TIMES HOLD FIXED-INCOME OBLIGATIONS
- 22 HAVING A BOOK VALUE OR COST OF NOT LESS THAN SIXTY
- 23 PERCENT OF THE TOTAL CONTRIBUTIONS MADE TO THE TRUST LESS
- 24 THE AMOUNTS PAID OUT.
- 25 31-30-1114. Fund investment in insurance.
- 26 (1) EXCEPT AS PROVIDED IN SUBSECTION (2) OF THIS SECTION AND

- 1 WITH THE CONCURRENCE OF SIXTY-FIVE PERCENT OF THE FIRE
- 2 DEPARTMENT MEMBERS VOTING THEREON AND SIXTY-FIVE
- 3 PERCENT OF THE RETIRED FIRE DEPARTMENT MEMBERS VOTING
- 4 THEREON, THE BOARD MAY:
- 5 (a) Insure the fire department members under the
- 6 FOLLOWING INSURANCE POLICIES ISSUED BY COMPANIES
- 7 AUTHORIZED TO DO BUSINESS IN THIS STATE:
- 8 (I) INDIVIDUAL, GROUP, OR BLANKET LIFE, ENDOWMENT,
- 9 OR ANNUITY INSURANCE;
- 10 (II) VARIABLE ANNUITY INSURANCE; OR
- 11 (III) DISABILITY OR LIABILITY INSURANCE; AND
- 12 (b) SPEND ANY PART OF THE FUND TO PAY PREMIUMS ON
- 13 THESE POLICIES.
- 14 (2) THE BOARD SHALL NOT SPEND FUND MONEYS TO
- 15 PURCHASE INSURANCE IF THE EXPENDITURE WOULD IMPAIR THE
- 16 PENSION FUND'S ABILITY TO:
- 17 (a) PAY ANNUITIES TO A FIRE DEPARTMENT MEMBER,
- 18 SURVIVING SPOUSE, OR DEPENDENT PARENT OR CHILD RECEIVING
- 19 ANNUITIES; OR
- 20 (b) MEET THE FUTURE REQUIREMENTS OF PENSIONS,
- 21 BENEFITS, AND AWARDS UNDER THE PLAN.
- 22 (3) THE BOARD MUST BE THE BENEFICIARY OF ANY
- 23 INSURANCE POLICIES, AND THE PROCEEDS OF THE INSURANCE
- 24 POLICIES SHALL BE PAID TO THE BOARD AS AN ADDITION TO THE
- 25 FUND.

- 31-30-1115. Warrants. (1) OFFICERS OF THE
 MUNICIPALITY OR DISTRICT WHO ARE DESIGNATED BY LAW TO
 DRAW WARRANTS ON THE TREASURER OF THE MUNICIPALITY OR
 DISTRICT SHALL DRAW WARRANTS THEREON UPON ORDERS BY THE
 BOARD, PAYABLE TO THE BOARD'S TREASURER FOR MONEYS
 BELONGING TO THE FUND.
 - (2) EXCEPT AS PROVIDED IN SUBSECTION (3) OF THIS SECTION, THE BOARD'S TREASURER SHALL PAY MONEYS ORDERED TO BE PAID FROM THE FUND TO ANY PERSON ONLY UPON WARRANTS SIGNED BY THE BOARD'S PRESIDENT AND COUNTERSIGNED BY THE BOARD'S SECRETARY. A WARRANT SHALL NOT BE DRAWN EXCEPT BY THE BOARD'S ORDER THAT IS DULY ENTERED IN THE RECORDS OF THE BOARD'S PROCEEDINGS.
 - (3) FUND MONEYS IN NONINSURED TRUST PENSION PLANS WITH A BANK OR TRUST COMPANY SHALL BE PAID BY THE TRUSTEE ONLY UPON THE BOARD'S WRITTEN ORDER THAT IS SIGNED BY THE BOARD'S PRESIDENT, COUNTERSIGNED BY THE BOARD'S SECRETARY, AND DULY ENTERED IN THE RECORDS OF THE BOARD'S PROCEEDINGS.
 - , 31-30-1116. Treasurer custodian segregation of moneys. (1) The Board's treasurer and the custodian appointed by the Board under section 31-30-1114 are the custodians of the fund and shall secure and safely keep Books and accounts concerning the fund in the manner as the Board may prescribe. The Books and accounts are subject to inspection by the Board, any Board member, or

1 ANY OTHER INTERESTED PERSON. UPON EXPIRATION OF THE
2 TREASURER'S OR CUSTODIAN'S TERM OF OFFICE OR APPOINTMENT,
3 THE TREASURER OR CUSTODIAN SHALL SURRENDER AND DELIVER
4 TO THE SUCCESSOR ALL BONDS, SECURITIES, AND UNEXPENDED
5 MONEYS OR OTHER PROPERTY OF THE FUND THAT THE TREASURER

OR CUSTODIAN HAS POSSESSED.

- (2) A MUNICIPALITY OR DISTRICT THAT INCLUDES BOTH PAID AND VOLUNTEER FIREFIGHTERS IN THEIR PENSION PLANS MAY CONSOLIDATE THE FUNDS BUT MUST SEGREGATE THE MONEYS FOR PAID AND VOLUNTEER FIREFIGHTERS ON AN EQUITABLE BASIS FOR ACCOUNTING AND ACTUARIAL PURPOSES. THE SEGREGATION SHALL BE CONSIDERED IN ACTUARIAL REPORTS ON THE FUNDS. IN COMPUTING THE PORTION OF THE FUND ATTRIBUTED TO VOLUNTEER FIREFIGHTERS, VOLUNTEER FIREFIGHTERS' BENEFITS SHALL NOT BE CHANGED.
- 31-30-1117. Exemption from levy. (1) EXCEPT FOR AN ASSIGNMENT FOR CHILD SUPPORT PURPOSES AS PROVIDED IN SECTIONS 14-10-118 (1) AND 14-14-107, C.R.S., AND A WRIT OF GARNISHMENT THAT IS THE RESULT OF A JUDGMENT TAKEN FOR ARREARAGES FOR CHILD SUPPORT OR FOR CHILD SUPPORT DEBT, NO PART OF THE FUND, EITHER BEFORE OR AFTER ANY ORDER FOR DISTRIBUTION OF THE FUND TO A FIRE DEPARTMENT MEMBER OR BENEFICIARY OF THE FUND OR THE SURVIVING SPOUSE OR GUARDIAN OF ANY CHILD OF A DECEASED, DISABLED, OR RETIRED FIRE DEPARTMENT MEMBER SHALL BE HELD, SEIZED, TAKEN, SUBJECTED TO, DETAINED, OR LEVIED ON BY VIRTUE OF ANY

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- ATTACHMENT, EXECUTION, PROTEST, OR PROCEEDING OF ANY
- 2 NATURE WHATSOEVER ISSUED OUT OF OR BY ANY COURT IN THIS
- 3 OR ANY OTHER STATE FOR THE PAYMENT OR SATISFACTION OF ALL
- 4 OR PART OF ANY DEBT, DAMAGES, CLAIM, DEMAND, JUDGMENT,
- 5 FINE, OR AMERCEMENT OF THE MUNICIPALITY OR DISTRICT OR THE
- 6 FIRE DEPARTMENT MEMBER'S SURVIVING SPOUSE, CHILDREN, OR
- 7 DESIGNATED BENEFICIARY.
- 8 (2) EXCEPT AS PROVIDED IN SECTION 31-30-1118, THE
 9 FUND MUST BE KEPT, SECURED, AND DISTRIBUTED FOR THE
 10 PURPOSE OF ISSUING PENSIONS AND PROTECTING THE PERSONS
 11 NAMED IN THIS PART 11 AND FOR NO OTHER PURPOSE
 12 WHATSOEVER; EXCEPT THAT THE BOARD MAY ANNUALLY SPEND
 13 MONEYS AS IT DEEMS PROPER AND NECESSARY FROM THE FUND

FOR NECESSARY EXPENSES CONNECTED WITH THE FUND.

- 31-30-1118. Fund use other purposes. (1) If the governing body of a municipality or district finds by resolution that no person is eligible for payment of a fund benefit, it may authorize contributions of fund moneys in an amount equal to the unpaid fund benefit for any fire-related purpose and, if no fire-related purpose exists, for any purpose as determined by the governing body of the municipality or district.
- (2) AT LEAST SIXTY DAYS BEFORE ADOPTION OF THIS RESOLUTION, THE GOVERNING BODY OF THE MUNICIPALITY OR DISTRICT SHALL PUBLISH ONE NOTICE IN A NEWSPAPER WITH GENERAL CIRCULATION WITHIN THE MUNICIPALITY OR DISTRICT

- 1 AND SHALL PROVIDE A COPY OF THE PUBLISHED NOTICE TO THE 2 BOARD OF DIRECTORS OF THE FIRE AND POLICE PENSION 3 ASSOCIATION. THE NOTICE MUST STATE THAT THE INTENT OF THE GOVERNING BODY IS TO USE THE MONEY IN THE FUND FOR THE 5 PURPOSES PERMITTED IN SUBSECTION (1) OF THIS SECTION AND THAT PERSONS WHO BELIEVE THEY ARE OR MAY BE ENTITLED TO 7 BENEFIT PAYMENTS FROM THE FUND HAVE FIFTY DAYS FROM THE 8 DATE OF THE NOTICE IN WHICH TO FILE A WRITTEN OBJECTION 9 WITH THE GOVERNING BODY REGARDING ITS PROPOSED USE OF THE 10 FUND. IF A WRITTEN OBJECTION IS RECEIVED, THE GOVERNING 11 BODY SHALL HOLD A PUBLIC HEARING BEFORE ADOPTION OF THE 12 RESOLUTION. BEFORE THE HEARING, THE GOVERNING BODY SHALL 13 PUBLISH NOTICE OF THE TIME AND PLACE OF THE HEARING AND 14 SEND WRITTEN NOTICE OF THE HEARING BY CERTIFIED MAIL TO 15 EACH PERSON WHO FILES A WRITTEN OBJECTION.
- 16 (3) If a person establishes a claim to a benefit
 17 from the fund within one year after adoption of this
 18 resolution, the municipality or district shall repay to
 19 the fund any money paid from the fund under this section,
 20 and no such additional payments shall be made from the
 21 fund.

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31-30-1119. Board report. THE BOARD SHALL MAKE A REPORT TO THE GOVERNING BODY OF THE MUNICIPALITY OR THE BOARD OF DIRECTORS OF ITS DISTRICT, WHICHEVER IS APPLICABLE, ON THE CONDITION OF THE FUND. THE BOARD SHALL SUBMIT THE REPORT TO THE GOVERNING BODY OR BOARD OF DIRECTORS

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- BEFORE THE LAST MEETING IN FEBRUARY AND THE LAST MEETING 2 IN AUGUST OF EACH YEAR.
- 3 31-30-1120. Maximum benefit amount. EXCEPT AS OTHERWISE PROVIDED IN THIS PART 11, A BENEFIT PROVIDED IN 5 THIS PART 11 MUST NOT EXCEED FOUR HUNDRED AND FIFTY 6 DOLLARS PER MONTH.
- 31-30-1121. Disability pension rules hearing. (1) IF A VOLUNTEER FIREFIGHTER IS INJURED WHILE IN THE LINE OF 9 DUTY AS A VOLUNTEER FIREFIGHTER, THE BOARD SHALL PAY TO 10 THE VOLUNTEER FIREFIGHTER:
 - (a) A SHORT-TERM MONTHLY ANNUITY FOR NOT MORE THAN ONE YEAR IN AN AMOUNT IT DETERMINES IS PROPER AND EQUITABLE, CONSIDERING THE FINANCIAL CONDITION OF THE FUND, BUT NOT MORE THAN ONE-HALF THE AMOUNT STATED IN SECTION 31-30-1120; OR
 - (b) A LONG-TERM MONTHLY ANNUITY FOR A DISABILITY THAT DEPRIVES THE VOLUNTEER FIREFIGHTER OF AN EARNING CAPACITY AND THAT EXTENDS BEYOND ONE YEAR IN AN AMOUNT IT DETERMINES IS PROPER AND NECESSARY, BUT NOT MORE THAN THE AMOUNT STATED IN SECTION 31-30-1120.
 - (2) DISABILITY-PENSION APPLICANTS SHALL BE EXAMINED BY ONE OR MORE PHYSICIANS SELECTED BY THE BOARD AND MAY BE EXAMINED BY ONE OR MORE PHYSICIANS SELECTED BY THE APPLICANT. THE BOARD SHALL PAY FROM THE FUND THE EXPENSES OF THE PHYSICIAN CHOSEN BY THE BOARD.

- 1 (3) THE BOARD SHALL ADOPT RULES IT DEEMS PROPER 2 CONCERNING THE EXAMINATION OF PERSONS WHO ARE RECEIVING 3 DISABILITY BENEFITS UNDER THIS SECTION TO DETERMINE PERIODICALLY THE FITNESS OF THESE PERSONS. A PERSON WHO IS RECEIVING BENEFITS UNDER THIS SECTION AND WHO IS EITHER FIFTY YEARS OF AGE OR HAS COMPLETED TWENTY YEARS OF ACTIVE DUTY IN THE FIRE DEPARTMENT BEFORE THE DATE DISABILITY BENEFITS UNDER THIS SECTION ARE FIRST PROVIDED 9 SHALL NOT BE REEXAMINED. A PERSON RECEIVING BENEFITS 10 UNDER THIS SECTION SHALL NOT BE EXAMINED BEFORE ONE YEAR 11 AFTER THE DATE DISABILITY BENEFITS UNDER THIS SECTION ARE 12 FIRST PROVIDED AND NOT MORE OFTEN THAN ANNUALLY AFTER 13 THIS DATE.
 - (4) THE BOARD SHALL TERMINATE THE DISABILITY BENEFITS UNDER THIS SECTION OF A PERSON WHO THE BOARD FINDS HAS RECOVERED SUFFICIENTLY FROM THE DISABILITY THAT RESULTED IN THE RECEIPT OF THESE BENEFITS, IS UNDER THE AGE OF FIFTY YEARS, AND HAS SERVED LESS THAN TWENTY YEARS OF ACTIVE DUTY. A PERSON WHOSE BENEFITS ARE TERMINATED UNDER THIS SUBSECTION (4) MAY FILE A WRITTEN PROTEST WITHIN THIRTY DAYS AFTER THE TERMINATION DATE STATING THE OBJECTION TO THE TERMINATION AND REQUESTING A HEARING.

THE DECISION OF THE BOARD IS SUSPENDED PENDING A HEARING

ON THE PROTEST. AT THE HEARING, THE MEMBER MAY APPEAR

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1	31-30-1122. Retirement pension. (1) The BOARD OF A
2	MUNICIPALITY, WITH THE PRIOR CONSENT OF THE MUNICIPALITY'S
3	GOVERNING BODY, OR THE BOARD OF A FIRE PROTECTION DISTRICT
4	OR COUNTY IMPROVEMENT DISTRICT MAY PAY A RETIREMENT
5	PENSION TO A VOLUNTEER FIREFIGHTER WHO HAS TWENTY YEARS
6	OF ACTIVE SERVICE AND WHO IS OVER THE AGE OF FIFTY YEARS.
7	THE RETIREMENT PENSION SHALL BE AN AMOUNT DETERMINED BY
8	THE BOARD OF NOT MORE THAN ONE HUNDRED DOLLARS PER
9	MONTH, UNLESS AN ACTUARIAL REVIEW INDICATES A HIGHER
0	PAYMENT IS ACTUARIALLY SOUND, BUT IN NO CASE SHALL THE
1	RETIREMENT PENSION EXCEED THE AMOUNT STATED IN SECTION
2	31-30-1120. The board shall pay the amount of the
3	RETIREMENT PENSION DETERMINED UNDER THIS SECTION TO ALL
4	RETIRED FIRE DEPARTMENT MEMBERS. A VOLUNTEER FIREFIGHTER
5	SHALL NOT RECEIVE A RETIREMENT PENSION FOR SERVICE IN A
6	FIRE DEPARTMENT WHILE THE FIREFIGHTER IS AN ACTIVE MEMBER
7	OF THAT DEPARTMENT. A VOLUNTEER FIREFIGHTER SHALL
8	MAINTAIN A MINIMUM TRAINING PARTICIPATION IN THE FIRE
9	DEPARTMENT OF THIRTY-SIX HOURS EACH YEAR TO QUALIFY FOR
0	RETIREMENT BENEFITS. A VOLUNTEER FIREFIGHTER WHO HAS
1	SERVED TWENTY YEARS AND WHO HAS NOT REACHED THE AGE OF
2	FIFTY YEARS MAY BE GRANTED A LEAVE OF ABSENCE AND RETAIN
3	ALL RIGHTS TO A RETIREMENT PENSION AND IS ENTITLED TO THE
4	RETIREMENT PENSION WHEN THE FIREFIGHTER IS FIFTY YEARS OF
5	AGE.

1 (2) NOTWITHSTANDING SUBSECTION (1) OF THIS SECTION. 2 THE BOARD MAY PAY A RETIREMENT PENSION TO A VOLUNTEER 3 FIREFIGHTER WHO HAS TEN YEARS OF ACTIVE SERVICE IF THE MUNICIPALITY'S OR DISTRICT'S FUND IS ACTUARIALLY SOUND. 5 THE BOARD SHALL NOT PAY THIS RETIREMENT PENSION UNTIL THE VOLUNTEER FIREFIGHTER IS FIFTY YEARS OF AGE. THE AMOUNT 7 OF THIS RETIREMENT PENSION SHALL BE DETERMINED BY PRORATING THE AMOUNT OF THE RETIREMENT PENSION UNDER 9 SUBSECTION (1) OF THIS SECTION BASED ON THE VOLUNTEER 10 FIREFIGHTER'S YEARS OF SERVICE. 11 31-30-1123. Retirement pension - sources of payment.

12 THE RETIREMENT PENSION OF A VOLUNTEER FIREFIGHTER WHO 13 HAS EARNED TWENTY YEARS OF ACTIVE SERVICE AS A VOLUNTEER 14 FIREFIGHTER FOR ANY ONE MUNICIPALITY OR DISTRICT SHALL BE 15 PAID FROM THE FUND OF THAT MUNICIPALITY OR DISTRICT, AND 16 NO OTHER FUND SHALL PAY A PENSION TO THAT VOLUNTEER FIREFIGHTER. THE RETIREMENT PENSION OF A VOLUNTEER 18 FIREFIGHTER WHO EARNS TWENTY YEARS OF ACTIVE SERVICE AS A 19 VOLUNTEER FIREFIGHTER AFTER JUNE 2, 1977, BY SERVING MORE 20 THAN ONE MUNICIPALITY OR DISTRICT SHALL BE PAID FROM THE 21 FUND OF EACH MUNICIPALITY OR DISTRICT FOR WHICH THE VOLUNTEER FIREFIGHTER SERVED AT LEAST FIVE YEARS. THE 23 LENGTH OF SERVICE IS VESTED FOR PENSION PURPOSES UNDER THIS PART 11 WHEN A VOLUNTEER FIREFIGHTER SERVES A 25 MUNICIPALITY OR DISTRICT FOR AT LEAST FIVE YEARS. THE 26 AMOUNT PAID BY EACH FUND FOR EACH YEAR OF SERVICE WITH

1	THE PARTICULAR MUNICIPALITY OR DISTRICT SHALL EQUAL
2	ONE-TWENTIETH OF THE RETIREMENT PENSION BEING PAID BY
3	THAT FUND ON THE DAY THE VOLUNTEER FIREFIGHTER LEFT THE
4	SERVICE OF THE PARTICULAR MUNICIPALITY OR DISTRICT. THE
5	RETIREMENT PENSION OF A VOLUNTEER FIREFIGHTER WHO EARNS
6	TWENTY YEARS OF ACTIVE SERVICE AS A VOLUNTEER FIREFIGHTER
7	BY SERVING MORE THAN ONE MUNICIPALITY OR DISTRICT SHALL BE
8	PAID ONLY BY THE MUNICIPALITY OR DISTRICT LAST SERVED BY
9	THAT VOLUNTEER FIREFIGHTER IF ANY PART OF THE TWENTY
10	YEARS OF SERVICE WAS EARNED ON OR BEFORE JUNE 2, 1977. IN
11	NO EVENT SHALL A VOLUNTEER FIREFIGHTER RECEIVE A TOTAL
12	RETIREMENT BENEFIT FROM ALL VOLUNTEER FIREFIGHTER PENSION
13	FUNDS EXCEEDING THE AMOUNT STATED IN SECTION 31-30-1120.
13 14	FUNDS EXCEEDING THE AMOUNT STATED IN SECTION 31-30-1120. 31-30-1124. Compliance - insufficient moneys.
14	31-30-1124. Compliance - insufficient moneys.
14 15	31-30-1124. Compliance - insufficient moneys. (1) THE BOARD MAY REQUIRE INFORMATION, INCLUDING PROOF
14 15 16	31-30-1124. Compliance - insufficient moneys. (1) THE BOARD MAY REQUIRE INFORMATION, INCLUDING PROOF OF YEARS OF SERVICE, AND ESTABLISH PROCEDURES AS IT DEEMS
14 15 16 17	31-30-1124. Compliance - insufficient moneys. (1) THE BOARD MAY REQUIRE INFORMATION, INCLUDING PROOF OF YEARS OF SERVICE, AND ESTABLISH PROCEDURES AS IT DEEMS NECESSARY TO ENSURE COMPLIANCE WITH THE REQUIREMENTS
14 15 16 17 18	31-30-1124. Compliance - insufficient moneys. (1) THE BOARD MAY REQUIRE INFORMATION, INCLUDING PROOF OF YEARS OF SERVICE, AND ESTABLISH PROCEDURES AS IT DEEMS NECESSARY TO ENSURE COMPLIANCE WITH THE REQUIREMENTS AND LIMITATIONS OF SECTIONS 31-30-1122 AND 31-30-1123.
14 15 16 17 18 19	31-30-1124. Compliance - insufficient moneys. (1) The board May require information, including proof of years of service, and establish procedures as it deems necessary to ensure compliance with the requirements and limitations of sections 31-30-1122 and 31-30-1123. (2) If at any time money or other property in the
14 15 16 17 18 19 20	31-30-1124. Compliance - insufficient moneys. (1) The board May require information, including proof of years of service, and establish procedures as it deems necessary to ensure compliance with the requirements and limitations of sections 31-30-1122 and 31-30-1123. (2) If at any time money or other property in the fund is insufficient to pay the full amount per month to
14 15 16 17 18 19 20 21	31-30-1124. Compliance - insufficient moneys. (1) The board May require information, including proof of years of service, and establish procedures as it deems necessary to ensure compliance with the requirements and limitations of sections 31-30-1122 and 31-30-1123. (2) If at any time money or other property in the fund is insufficient to pay the full amount per month to which each volunteer firefighter receiving a pension

BENEFICIARIES UNTIL THE FUND IS REPLENISHED IN AN AMOUNT

1	THAT PERMITS PAYMENT IN FULL TO THOSE VOLUNTEER
2	FIREFIGHTERS AND OTHER BENEFICIARIES
3	31-30-1125. Supplemental retirement pension. (1) In
4	ADDITION TO THE MONTHLY RETIREMENT PENSION PROVIDED BY
5	SECTION 31-30-1122, THE BOARD OF A MUNICIPALITY, WITH THI
6	PRIOR CONSENT OF THE MUNICIPALITY'S GOVERNING BODY, OR THI
7	BOARD OF A FIRE PROTECTION DISTRICT OR COUNTY IMPROVEMENT
8	DISTRICT MAY PAY A SUPPLEMENTAL MONTHLY RETIREMENT
9	PENSION TO A VOLUNTEER FIREFIGHTER WHO IS FIFTY YEARS OF
10	AGE AND WHO HAS BEEN IN ACTIVE SERVICE MORE THAN TWENTY
11	YEARS IF:
12	(a) An actuarial review indicates a supplemental
13	MONTHLY PENSION PAYMENT IS ACTUARIALLY SOUND; AND
14	(b) SIXTY-FIVE PERCENT OF THE TOTAL NUMBER OF FIRE
15	DEPARTMENT MEMBERS AND RETIRED FIRE DEPARTMENT MEMBERS
16	GIVE PRIOR APPROVAL.
17	(2) THE SUPPLEMENTAL MONTHLY PENSION PAYMENT
18	SHALL NOT EXCEED FIVE PERCENT OF THE MONTHLY PENSION
19	PAYMENT PROVIDED BY SECTION 31-30-1122 MULTIPLIED BY THE
20	NUMBER OF YEARS OF ACTIVE SERVICE IN EXCESS OF TWENTY
21	YEARS, UP TO A MAXIMUM OF TEN YEARS; EXCEPT THAT THE
22	TOTAL OF THE MONTHLY RETIREMENT PENSION PAYMENT
23	PROVIDED BY SECTION 31-30-1122 AND THE SUPPLEMENTAL
24	MONTHLY PENSION PAYMENT SHALL NOT EXCEED THE AMOUNT
25	STATED IN SECTION 31-30-1120.

31-30-1126. Survivor benefit. (1) Upon the death of a retired fire department member or a volunteer firefighter who, regardless of age, has served the requisite number of years for retirement under section 31-30-1122 and who leaves a surviving spouse, the board may pay an annuity of not more than fifty percent of the current pension payment for a retired fire department member if the fund is actuarially sound. If the volunteer firefighter had less than twenty years of active service, the annuity to the surviving spouse shall be propared based upon the number of years of service.

(2) This annuity to the surviving spouse shall cease if the surviving spouse remarries. Dissolution of a subsequent marriage does not reinstate the annuity. A surviving spouse shall not receive both an annuity under section 31-30-1129 and an annuity under this section.

31-30-1127. Survivor benefit - death from injuries in the line of duty. (1) If a fire department member dies from injuries received while in the line of duty as a volunteer firefighter and leaves a surviving spouse, the board shall pay the surviving spouse a monthly annuity either in an amount the board deems proper and necessary, but not more than one-half the amount provided in section 31-30-1120, or within limits prescribed by municipal ordinance or by rules of the board of the affected municipality or district. The annuity shall cease if the

SURVIVING SPOUSE REMARRIES. DISSOLUTION OF A SUBSEQUENT
 MARRIAGE DOES NOT REINSTATE THE ANNUITY.

(2) IF THERE IS NO SURVIVING SPOUSE AS PROVIDED IN SUBSECTION (1) OF THIS SECTION BUT THERE IS A SURVIVING CHILD OF THE DECEASED VOLUNTEER FIREFIGHTER UNDER EIGHTEEN YEARS OF AGE, THE BOARD SHALL PAY A MONTHLY ANNUITY EITHER IN AN AMOUNT THE BOARD DEEMS PROPER OR NECESSARY, BUT NOT MORE THAN ONE-HALF THE AMOUNT PROVIDED IN SECTION 31-30-1120, OR WITHIN LIMITS PRESCRIBED BY MUNICIPAL ORDINANCE OR BY RULES OF THE BOARD OF THE AFFECTED MUNICIPALITY OR DISTRICT. THE BOARD SHALL PAY THIS ANNUITY TO THE GUARDIAN OF THE CHILD ON BEHALF OF THE CHILD. THE ANNUITY SHALL CEASE WHEN THE CHILD IS EIGHTEEN YEARS OF AGE.

(3) If there is no surviving spouse or child as provided in subsections (1) and (2) of this section but there is a surviving dependent parent of the deceased volunteer firefighter, the board shall pay the dependent parent a monthly annuity either in an amount the board deems proper and necessary, but not more than one-half the amount provided in section 31-30-1120, or within limits prescribed by municipal ordinance or by rules of the board of the affected municipality or district. The annuity shall cease if the dependent parent remarries. Dissolution of a subsequent marriage does not reinstate the annuity.

l	(4) THE BENEFITS UNDER THIS SECTION ARE IN ADDITION
2	TO THE EDUCATIONAL BENEFITS UNDER SECTION 23-3.3-205,
3	C.R.S.

VOLUNTEER FIREFIGHTER OR RETIRED FIRE DEPARTMENT MEMBER DIES, THE BOARD SHALL PAY A FUNERAL BENEFIT TO ASSIST IN THE PROPER BURIAL OF THE DECEASED FIREFIGHTER IN AN AMOUNT DETERMINED BY THE BOARD OF NOT MORE THAN TWICE THE AMOUNT DETERMINED BY THE BOARD UNDER SECTION 31-30-1122, BUT NOT LESS THAN ONE HUNDRED DOLLARS, NOTWITHSTANDING SECTION 31-30-1120. THE BOARD SHALL PAY THIS FUNERAL BENEFIT TO ANY PERSON WHO PAYS THE NECESSARY FUNERAL EXPENSES.

31-30-1129. Fire department dissolution. (1) If a fire DEPARTMENT DISSOLVES AND THE SERVICES OF VOLUNTEER FIREFIGHTERS OR THE FIRE DEPARTMENT ARE DISCONTINUED:

- (a) THE BENEFITS PAID UNDER THIS PART 11 TO VOLUNTEER FIREFIGHTERS OR THEIR SURVIVING SPOUSES AND DEPENDENT PARENTS AND CHILDREN AT THE TIME OF THE DISSOLUTION SHALL CONTINUE;
- (b) ASSETS OF THE FUND SHALL BE TRANSFERRED WITH OTHER ASSETS OF THE FIRE DEPARTMENT AND SHALL BE ADMINISTERED BY THE BOARD OF TRUSTEES OF THE SUCCESSOR PENSION FUND;

- 1 (c) IN NO EVENT SHALL THE RATE OF COMPENSATION BE
 2 ALTERED EITHER AFTER COMMENCEMENT OF PROCEEDINGS FOR
 3 DISSOLUTION HAS OCCURRED OR AFTER ITS COMPLETION;
- 4 (d) A VOLUNTEER FIREFIGHTER WHO HAS ACCRUED TEN
 5 OR MORE YEARS OF ACTIVE SERVICE AT THE TIME OF THE
 6 DISSOLUTION SHALL BE GRANTED AN ANNUITY AFTER THE
 7 FIREFIGHTER IS FIFTY YEARS OF AGE. THE ANNUITY SHALL BE
 8 PRORATED IN ACCORDANCE WITH THE NUMBER OF YEARS OF
 9 SERVICE AND THE AMOUNT OF ANNUITY BEING PAID FOR AGE AND
 10 SERVICE PENSIONS BY THE BOARD AT THE TIME OF THE
 11 DISSOLUTION.
 - 31-30-1130. Volunteer firefighter employment termination restricted. (1) An EMPLOYER SHALL NOT TERMINATE AN EMPLOYEE WHO IS A VOLUNTEER FIREFIGHTER AND WHO FAILS TO REPORT TO WORK BECAUSE THE EMPLOYEE HAS RESPONDED TO AN EMERGENCY SUMMONS IF THE EMPLOYEE PROVIDES THE EMPLOYER WITH A WRITTEN STATEMENT FROM THE CHIEF OF THE FIRE DEPARTMENT THAT THE EMPLOYEE'S ABSENCE WAS DUE TO THE RESPONSE.

- 20 (2) AN EMPLOYER MAY DEDUCT TIME LOST FROM
 21 EMPLOYMENT CAUSED BY A RESPONSE TO AN EMERGENCY
 22 SUMMONS FROM THE WAGES OF AN EMPLOYEE WHO IS A
 23 VOLUNTEER FIREFIGHTER.
- SECTION 3. 24-33.5-1205 (1) (b), Colorado Revised
 Statutes, 1988 Repl. Vol.; as amended, is amended to read:

i	24-33.5-1205. Duties of the advisory board. (1) The
2	advisory board has the following duties relating to the firefighter
3	certification program:
4	(b) To ensure that the quality and uniformity of the
5	program is adequate to provide minimum training standards and
6	to meet the requirements for volunteer firefighters in section
7	31-30-415 (8) (a) 31-30-1122, C.R.S.;
8	SECTION 4. 30-20-512 (1) (n) (I), Colorado Revised
9	Statutes, 1986 Repl. Vol., as amended, is amended to read:
10	30-20-512. General powers of district. (1) The district
11	has the following limited powers:
12	(n) In a district providing fire protection services:
13	(I) To create and maintain a firemen's pension fund,
14	under the provisions of parts 4 and 8 of article 30 of title 31,
15	C.R.S., subject to the provisions of part 10 of said article, AND
16	a volunteer firefighter pension fund under part 11 of
17	ARTICLE 30 OF TITLE 31, C.R.S.; and
18	SECTION 5. 31-30-401, Colorado Revised Statutes,
19	1986 Repl. Vol., as amended, is amended to read:
20	31-30-401. Board of trustees of firemen's pension
21	fund. In any municipality, fire protection district, or county
22	improvement district in this state which maintains a regularly
23	organized volunteer or paid fire department or fire department aid
24	association, there is hereby created and established a board of
25	trustees of the firemen's pension fund, referred to in this part 4 as

the "board". The firemen's pension fund, referred to in this part

4 as the "fund", shall be derived from the sources and in the manner provided in this part 4. The fund shall be managed, used, 2 3 and disbursed according to the provisions of this part 4 by the board in conformity with its rules and bylaws, and said board is vested with the general supervision and control of said fund. The 5 board is authorized to take all necessary steps and pursue all 6 7 necessary remedies for its preservation. SECTION 6. 31-30-405 (5), Colorado Revised Statutes, 8 9 1986 Repl. Vol., is amended to read: 10 31-30-405. State treasurer to pay over funds. (5) A paid fireman is any fireman whose main source of income is 11 12 derived from service on a fire department. All other firemen who render service to a fire department are volunteer firemen 13 14 FIREFIGHTERS. 15 SECTION 7. 31-30-408, Colorado Revised Statutes, 16 1986 Repl. Vol., as amended, is amended to read: 31-30-408. Age retirement pension. Except as provided 17

in section 31-30-511, any member, officer, or employee of any paid fire department of a municipality, fire protection district, or county improvement district who has reached the age of fifty years and who has served for a period of twenty years of active service in any such department in this state is entitled to a monthly pension equal to one-half the amount of his THEIR monthly salary as of the date of his THEIR retirement plus, if the

governing body of the municipality, the board of directors of the

fire protection district, or the board of the county improvement

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district authorizes such additional benefits, one-half of any increase in salary and longevity or additional pay based on length of service granted during the period of his THEIR retirement to the rank occupied by him THEM in said department. Any member, officer, or employee of a paid fire department of a municipality, fire protection district, or county improvement district, who has served prior time in a volunteer fire department in any municipality, fire protection district, or county improvement district in this state, in the event he becomes THEY BECOME a paid member, shall MAY be credited service time, AT THEIR DISCRETION, at the rate of one year of paid service for each four complete years of volunteer time; EXCEPT THAT THEY SHALL NOT RECEIVE BOTH A PENSION UNDER PART 11 OF THIS ARTICLE AND A SERVICE CREDIT UNDER THIS SECTION.

SECTION 8. 31-30-415 (7), Colorado Revised Statutes, 1986 Repl. Vol., as amended, is amended to read:

31-30-415. Insurance - fire department dissolution.

(7) The board in any municipality, fire protection district, or county improvement district having a paid or volunteer fire department or a fire department aid association is hereby authorized, with the consent in writing of a majority of the members of such department or association, to insure the members of such paid or volunteer fire department or fire department aid association by insurance policies of individual, group, or blanket life, endowment, or annuity insurance, variable annuity insurance, or disability or liability insurance in and from

companies authorized to do business in Colorado and to expend any portion of such pension fund for the purpose of paying the premiums on any such policies, but the expending of said funds shall not impair the ability of such pension funds to pay the annuities to a member, surviving spouse or dependent parent or children receiving such annuities.

SECTION 9. 31-30-418, Colorado Revised Statutes, 1986 Repl. Vol., is amended to read:

31-30-418. Applicability. The provisions of this part 4 shall be subject to the provisions of part 10 of this article. THIS PART 4 APPLIES ONLY TO MEMBERS OF PAID FIRE DEPARTMENTS AND FIRE DEPARTMENT AID ASSOCIATIONS.

SECTION 10. 31-30-803 (2) and (6), Colorado Revised Statutes, 1986 Repl. Vol., are amended to read:

31-30-803. Definitions. As used in this part 8, unless 16 the context otherwise requires:

(2) "Employee" means any fireman, except any volunteer fireman FIREFIGHTER, or police officer employed by an employer who is eligible for the benefits provided pursuant to part 3, 4, 5, or 6 of this article.

(6) "Volunteer fireman" means any fireman who renders service to a fire department and who does not receive compensation pursuant to a contract of employment as a fireman. A volunteer fireman may be reimbursed for actual expenses incurred, including salary lost as a consequence of actual firefighting duties which absent the volunteer firefighter from

normal employment, but such reimbursement shall not be 2 eensidered compensation "VOLUNTEER FIREFIGHTER" HAS THE 3 SAME MEANING AS PROVIDED IN SECTION 31-30-1102 (9). 4 **SECTION 11.** 31-30-805 (4) and (7), Colorado Revised 5 Statutes, 1986 Repl. Vol., as amended, are amended to read: 6 31-30-805. Limitation on existing funds - procedures. 7 All municipalities, fire protection districts, and county 8 improvement districts, including both paid FIREMEN and volunteer 9 firemen FIREFIGHTERS in their pension plans, shall segregate the 10 pension funds for paid FIREMEN and volunteer firemen 11 FIREFIGHTERS on an equitable basis for accounting and actuarial 12 purposes, and said segregation shall be considered in all actuarial 13 reports applicable to such funds. In computing the portion of the fund attributable to volunteer firemen FIREFIGHTERS, the benefits 14 15 of such volunteer firemen FIREFIGHTERS shall not be reduced or 16 otherwise changed. 17 (7) Volunteer firemen FIREFIGHTERS and pension funds of volunteer firemen FIREFIGHTER PENSION FUNDS shall be exempt 18 19 from all provisions of this section except subsection (4) of this 20 section. SECTION 12. 31-30-901 (2) (n), Colorado Revised 21 22 Statutes, 1986 Repl. Vol., is amended to read: 23 31-30-901. Commission created - duties. (2) The 24 commission shall study and develop proposed legislation relating 25 to funding of policemen's and firemen's pensions in this state and

benefit designs of such pension plans. The commission study

shall include a review of, and the proposed legislation may include, among other subjects, the following:

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- 3 (n) The volunteer firemen's FIREFIGHTER pension 4 system;
- 5 SECTION 13. 31-30-1002 (5), Colorado Revised 6 Statutes, 1986 Repl. Vol., as amended, is amended to read:
 - 31-30-1002. Definitions. As used in this part 10, unless the context otherwise requires:
- 9 "Member" means an active employee who is a full-time salaried employee of a municipality, fire protection 10 11 district, or county improvement district normally serving at least 12 one thousand six hundred hours in any calendar year and whose 13 duties are directly involved with the provision of police or fire 14 protection, as certified by his THE MEMBER'S employer. The term 15 also includes any former employee who is retired, is disabled, or 16 is eligible for a benefit as provided in section 31-30-1011 (2), but 17 the term does not include clerical or other personnel whose 18 services are auxiliary to police or fire protection. "Member" does 19 not include any volunteer fireman FIREFIGHTER, as such term is 20 defined in section 31-30-803-(6) 31-30-1102 (9). For the purpose 21 of eligibility for disability or survivor benefits, "member" includes 22 any employee on an authorized leave of absence.
- SECTION 14. 31-30-1004 (2) (a) (V), Colorado Revised Statutes, 1986 Repl. Vol., is amended to read:
- 25 **31-30-1004.** Association creation board organization. (2) (a) Effective September 1, 1981, the governing

i	body of the association shall be a board of directors consisting of
2	nine members appointed by the governor and confirmed by the
3	senate as follows:
4	(V) One member of a board of directors of a special
5	district or the full-time paid professional manager of a special
6	district who shall represent special districts having volunteer
7	firemen firefighters;
8	SECTION 15. 31-30-1005 (1) (k), (4), (7) (a) (II), and
9	(8) (a) (I) (B), Colorado Revised Statutes, 1986 Repl. Vol., as
10	amended, are amended to read:
11	31-30-1005. Powers and duties of the board. (1) The
12	board shall:
13	(k) Make agreements with governing bodies which THAT
14	provide pension plans for volunteer firemen FIREFIGHTERS to
15	administer such plans and manage the funds of such plans for
16	investment.
17	(4) (a) The board shall provide for and determine the
18	cost of a statewide accidental death and disability insurance policy
19	to cover all volunteers VOLUNTEER FIREFIGHTERS serving in
20	volunteer or paid and volunteer fire departments, the insurance to
21	be applicable only when serving as a volunteer fireman
22	FIREFIGHTER. The policy shall be paid for as provided in section
23	31-30-1014 31-30-1113 from proceeds of the tax imposed by
24	section 10-3-209, C.R.S.
25	(b) The board shall set the amount of coverage to be

provided for each volunteer FIREFIGHTER, take competitive bids

for the policy from insurers, and make such rules and regulations
as may be necessary to provide for the policy

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- (c) The insurer shall have sole power to determine disability for volunteer firemen FIREFIGHTERS under the policy provided by this subsection (4).
- (d) Local boards may provide accidental death and disability insurance coverage for their volunteer firemen in addition to, but not in lieu of, the policy provided for by this subsection (4):
- (7) (a) The board may enter into contracts with carriers to provide group health insurance plans for the following individuals if they are receiving a benefit from another plan administered by the association:
 - (II) A retired volunteer fireman FIREFIGHTER;
- 15 (8) (a) (I) The board may enter into contracts with 16 carriers to provide group life insurance coverage to active 17 members of paid pension plans administered by the association 18 and, if they are receiving a benefit from another plan administered 19 by the association, to the following individuals:
 - (B) A retired volunteer fireman FIREFIGHTER;
- SECTION 16. 31-30-1012 (1) (a), Colorado Revised
 Statutes, 1986 Repl. Vol., is amended to read:
 - 31-30-1012. Fund creation management.

 (1) (a) There is hereby created the fire and police members' benefit fund, which shall consist of moneys of employers in the association and moneys of fire and police benefit plans, including

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member, employer, and any state contributions made pursuant to this part 10, fees collected, gifts received, unclaimed deposits, and investment income, together with the assets of funds established pursuant to part 3, 4, 5, 6, or -6- 11 of this article, of those employers not in the association electing to have their funds managed by the board, those employers electing affiliation as provided in section 31-30-1003 (3), and those volunteer firemen's FIREFIGHTER departments electing to have their funds administered and managed by the board pursuant to section 31-30-1005 (1) (k). The board shall keep an accurate account of each employer's AND DEPARTMENT'S fund and shall disburse moneys in accordance with the provisions of this part 10 AND PART 11 OF THIS ARTICLE.

SECTION 17. 31-30-1014 (4) (a) and (5), Colorado Revised Statutes, 1986 Repl. Vol., as amended, are amended, and the said 31-30-1014 is further amended BY THE ADDITION OF A NEW SUBSECTION, to read:

31-30-1014. State contribution. (4) (a) After the disbursements made pursuant to subsections SUBSECTION (2) and (3) of this section, any moneys allocated for distribution remaining in the fund shall be distributed by the board annually to any employer having an accrued unfunded liability to assist in amortizing such accrued unfunded liability as determined in the report of the state auditor to the commission created by part 9 of this article, which report was submitted no later than September 1, 1978, or as updated by the state auditor. Moneys shall be credited to the various employers in proportion to the percentage

of aggregate accrued unfunded liabilities each employer represents, but no money shall be distributed pursuant to this subsection (4) to an employer having rank escalation for members hired before April 8, 1978, which is not in the association. For the purposes of this subsection (4), "rank escalation" means the addition to the amount of the retirement pension or disability benefit being received of a fixed percentage of any increase in salary, as well as longevity or additional pay based on length of service, granted the rank a member occupied before retiring or being disabled.

(5) On September 30 of each year, the state treasurer shall transfer twenty million dollars from the proceeds of the tax imposed by section 10-3-209, C.R.S., to the fund created by section 31-30-1012, AN AMOUNT EQUAL TO TWENTY MILLION DOLLARS MINUS THE AMOUNT TRANSFERRED UNDER SECTION 31-30-1112 (2) (e) (I). However, on September 30, 1987, the amount transferred shall be five million five hundred thousand dollars and not twenty million dollars, which shall be used for the purposes set forth in subsections (2) and SUBSECTION (3) of this section. Such annual transfer to the fund shall cease when the requirements of paragraph (c) of subsection (4) of this section have been met, and the final annual transfer may be in an amount less than twenty million dollars as determined from the total amount of accrued unfunded liability of employers described in the biennial report prepared pursuant to paragraph (d) of subsection (4) of this section. Moneys in said fund shall not revert

to the general fund but shall be continuously available for the purposes provided in this part 10 AND PART 11 OF THIS ARTICLE.

- (8) CONTRIBUTIONS TO A MUNICIPALITY, FIRE PROTECTION DISTRICT, OR COUNTY IMPROVEMENT DISTRICT IN THIS STATE THAT MAINTAINS A REGULARLY ORGANIZED VOLUNTEER FIRE DEPARTMENT AND THAT OFFERS FIRE PROTECTION SERVICES SHALL BE MADE UNDER PART 11 OF THIS ARTICLE.
- **SECTION 18.** 32-1-702 (4) (b) (I), Colorado Revised Statutes, as amended, is amended to read:
- 32-1-702. Requirements for dissolution petition.

 (4) The petition for dissolution shall also provide for one of the following:
- (b) (I) A plan for dissolution specifically providing that services are to be continued within the special district by one or more regional service authorities, municipalities, counties, intergovernmental authorities formed and operated under part 2 of article 1 of title 29, C.R.S., or other special districts, or any combination thereof, and incorporating an agreement with such regional service authority, municipality, county, intergovernmental authority, or other special district, or any combination thereof, under which responsibility for all services presently provided by the special district will be assumed by such entity. Such agreement shall provide for the operation and maintenance of the system or facilities of the special district by the regional service authority, municipality, county, intergovernmental authority, or other special district, provisions for service, rates, and charges,

and, if applicable, provisions concerning acquisition of the special district's system or facilities, consolidation or inclusion of territory, and procedures for contract modification, employee rights, and retirement benefits. Such agreement may include provisions for certification of levies by the special district continuing in existence under paragraph (c) of subsection (3) of this section, the contracting regional service authority, municipality, county, intergovernmental authority, or other special district providing the services. Any agreement concerning fire protection districts entered into pursuant to this subsection (4) shall include provisions for the continuation of paid employees' rights pursuant to section 32-1-1002 (2) and the retirement benefits of paid and volunteer firemen as provided in parts 4, 8, and 10 of article 30 of title 31, C.R.S., AND THE RETIREMENT BENEFITS OF VOLUNTEER FIREFIGHTERS UNDER PART 11 OF ARTICLE 30 OF TITLE 31, C.R.S.

SECTION 19. 32-1-1002 (1) (g), Colorado Revised Statutes, as amended, is amended to read:

32-1-1002. Fire protection districts - additional powers and duties. (1) In addition to the powers specified in section 32-1-1001, the board of any fire protection district has the following powers for and on behalf of such district:

(g) To create and maintain a PAID firemen's pension fund, under the provisions of parts 4 and 8 of article 30 of title 31, C.R.S., subject to the provisions of part 10 of said article,

- 34 -

1	AND A VOLUNTEER FIREFIGHTER PENSION FUND UNDER PART 11 OF
2	ARTICLE 30 OF TITLE 31, C.R.S.;
3	SECTION 20. Repeal. 31-30-415 (1), (2), (3), (4), (5)
4	(6), (8), and (10), 31-30-415.5, and 31-30-1014 (3) and (6)
5	Colorado Revised Statutes, 1986 Repl. Vol., as amended, are
6	repealed.
7	SECTION 21. Applicability. (1) This act shall no
8	affect the terms of members of the boards of trustees created to

affect the terms of members of the boards of trustees created to administer volunteer firemen's pension funds under part 4 of article 30 of title 31, Colorado Revised Statutes, as in effect on the day before the effective date of this act, in any municipality, fire protection district, or county improvement district in this state that maintains a regularly organized volunteer fire department. On and after the effective date of this act, these board members shall continue their terms and duties on the applicable boards of trustees of the volunteer firefighter pension funds under part 11 of article 30 of title 31, Colorado Revised Statutes, created in this act.

(2) This act shall not terminate or require transfers of moneys from volunteer firemen's pension funds governed by part 4 of article 30 of title 31, C.R.S., in effect on the day before the effective date of this act. On and after the effective date of this act, these funds shall remain in effect and be governed by part 11 of article 30 of title 31, Colorado Revised Statutes, created in this act.

- 1 SECTION 22. Safety clause. The general assembly
- 2 hereby finds, determines, and declares that this act is necessary
- 3 for the immediate preservation of the public peace, health, and
- 4 safety.