

Wednesday, July 11, 2018

## MEMO

From: Chase Rankin - Executive Director



To: OFPRS Staff, board and other interested parties

Re: HB1340 (One Time Stipend)

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During the 2018 legislative session a House Bill was passed (HB1340) which provides for a one time stipend to most of our retirees. Below you will find a quick bullet point list of the details of this stipend for your reference:

- This is a ONE TIME stipend
- The planned payment date is 10/31/2018
- The eligibility date is 10/1/2018
  - Must have been retired for at least 5 years as of eligibility date
    - If they retire on the backdrop as of 10/1/2018 or before and have the full 5 years of DROP, they WILL be eligible for the stipend
  - Vested benefits will be eligible IF they have been RECEIVING it for 5 years
- PAID FIREFIGHTERS Calculation:
  - 2% of GROSS ANNUAL pension benefit
    - Will be calculated using the normal benefit on September 30, 2018 multiplied by 12 multiplied by 2%
    - Example: \$2,000 monthly benefit multiplied by 12 months is a \$24,000 annual benefit multiplied by 2% equals a one time stipend of \$480
  - The MAXIMUM stipend will be \$1,000
  - The MINIMUM stipend is \$350 IF THEY HAVE BEEN A MEMBER OF THE PENSION SYSTEM FOR AT LEAST 20 YEARS
- VOLUNTEER FIREFIGHTERS Calculation:
  - **All retired volunteer** firefighters receiving a benefit pursuant to the same eligibility as above **will receive a \$100 stipend**