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Sec. 3309.45. ~~In~~ EXCEPT AS PROVIDED IN DIVISION (C)(1) OF THIS SECTION, IN lieu of accepting the payment of the accumulated account of a member who dies before service retirement, the beneficiary, as determined in section 3309.44 of the Revised Code, may elect to forfeit the accumulated account and to substitute certain other benefits either under division (A) or (B) of this section.

(A) If a deceased member was eligible for a service retirement allowance as provided in section 3309.36, 3309.38, or 3309.381 of the Revised Code, a surviving spouse or other sole dependent beneficiary may elect to receive a monthly benefit computed as the joint-survivor allowance designated as "plan D" in section 3309.46 of the Revised Code, which the member would have received had the member retired on the last day of the month of death and had the member at that time selected such joint-survivor plan. Payment shall begin with the month subsequent to the member's death.

(B) If the deceased member had completed at least one and one-half years of credit for Ohio service, with at least one-quarter year of Ohio contributing service credit within the two and one-half years prior to the date of death, or was receiving at the time of death a disability benefit as provided in section 3309.40 or 3309.401 of the Revised Code, certain

designated beneficiaries QUALIFIED SURVIVORS may elect to receive monthly benefits, provided in divisions (B)(1) and (5) of this section.

(1) Number of Qualified dependents

SURVIVORS affecting the benefit	Annual Benefit as a Per Cent of Decedent's Final Average Salary	OR
		Monthly Benefit shall not be less than
1	25%	\$ 96
2	40	186
3	50	236
4	55	236
5 or more	60	236

(2) Benefits shall begin as qualified ~~dependents~~ SURVIVORS meet eligibility requirements as follows:

(a) ~~Spouse~~ A QUALIFIED SPOUSE IS THE SURVIVING SPOUSE of the deceased member who is age sixty-two, or age fifty if the deceased member had ten or more years of Ohio service credit, or regardless of age if caring for a ~~dependent~~ SURVIVING child, or regardless of age if adjudged physically or mentally incompetent.

(b) ~~Dependent~~ A QUALIFIED child ~~shall be~~ IS any unmarried child of the deceased member under age eighteen, or under age twenty-two if the child is attending an institution of learning or training pursuant to a program designed to complete in each school year the equivalent of at least two-thirds of the full-time curriculum requirements of such institution and as further determined by board policy, or regardless of age if adjudged physically or mentally incompetent. ~~If not domiciled in the deceased member's household at time of death, to qualify as a dependent child the deceased member must have contributed to one-half or more of the child's support during the twelve-month period prior to death. "Child" as used in this section includes a legally adopted child. If a court hearing for an~~

interlocutory decree for adoption has been held prior to the time of the member's death, the child shall qualify for the monthly benefit notwithstanding the fact that the final decree of adoption, adjudging the surviving spouse as the adoptive parent, is made subsequent to the death of the member.

(c) A QUALIFIED PARENT IS A dependent parent aged sixty-five or more who received at least one-half of the parent's support from the member during the twelve-month period immediately preceding the member's death OLDER.

(3) "Physically or mentally incompetent" as used in this section may be determined by a court of jurisdiction, or by a physician appointed by the retirement board. Incapability of earning a living because of a physically or mentally disabling condition shall meet the qualifications of this division.

(4) Benefits to a qualified ~~dependent~~ SURVIVOR shall terminate upon A FIRST marriage, ~~remarriage~~, abandonment, adoption, or during active military service, ~~except that benefits terminated under this division due to a first remarriage shall resume if the remarriage ceases within two years due to divorce, annulment, dissolution, or death. If the surviving spouse of a deceased member remarries on or after the effective date of this amendment and at the time of remarriage has attained age fifty-five, the benefits provided by this division shall continue. The benefits provided by this division also shall continue to a deceased member's surviving spouse who remarried prior to the effective date of this amendment and had attained age sixty-two at the time of the remarriage. If the benefits of a deceased member's surviving spouse were terminated under this division due to a remarriage occurring on or after February 15, 1995, and if at the time of remarriage the surviving spouse had attained age fifty-five, the benefits terminated under this division shall resume on the first day of the month immediately following the effective date of this amendment. Upon BENEFITS TO A DECEASED MEMBER'S SURVIVING SPOUSE THAT WERE TERMINATED UNDER A FORMER VERSION OF THIS SECTION THAT REQUIRED TERMINATION DUE TO REMARRIAGE AND WERE NOT RESUMED PRIOR TO THE EFFECTIVE DATE OF THIS AMENDMENT SHALL RESUME ON THE FIRST DAY OF THE MONTH IMMEDIATELY FOLLOWING RECEIPT BY THE BOARD OF AN APPLICATION ON A FORM PROVIDED BY THE BOARD.~~

UPON the death of any subsequent spouse who was a member of the public employees retirement system, state teachers retirement system, or school employees retirement system, the surviving spouse of such member may elect to continue receiving benefits under this division, or to receive survivor's benefits, based upon the subsequent spouse's membership in one or more of the systems, for which such surviving spouse is eligible under this section or section 145.45 or 3307.49 of the Revised Code. If the surviving spouse elects to continue receiving benefits under this division, such election shall not preclude the payment of benefits under this division to any other qualified ~~dependent~~ SURVIVOR.

Benefits shall begin or resume on the first day of the month following the attainment of eligibility and shall terminate on the first day of the month following loss of eligibility.

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(5) Benefits to a qualified spouse shall be paid in the amount determined for the first qualifying ~~dependent~~ SURVIVOR in division (B)(1) of this section, but shall not be less than one hundred six dollars per month if the deceased member had ten or more years of Ohio service credit. All other qualifying ~~dependents~~ SURVIVORS shall share equally in the benefit or remaining portion thereof.

(6) The beneficiary of a member who is also a member of the public employees retirement system, or of the state teachers retirement system, must forfeit the member's accumulated contributions in those systems, if the beneficiary ~~elects to receive~~ TAKES a survivor benefit. Such benefit shall be exclusively governed by section 3309.35 of the Revised Code.

(7) (C)(1) REGARDLESS OF WHETHER THE MEMBER IS SURVIVED BY A SPOUSE OR DESIGNATED BENEFICIARY, IF THE SCHOOL EMPLOYEES RETIREMENT SYSTEM RECEIVES NOTICE THAT A DECEASED MEMBER DESCRIBED IN DIVISION (A) OR (B) OF THIS SECTION HAS ONE OR MORE QUALIFIED CHILDREN, ALL PERSONS WHO ARE QUALIFIED SURVIVORS UNDER DIVISION (B) OF THIS SECTION SHALL RECEIVE MONTHLY BENEFITS AS PROVIDED IN DIVISION (B) OF THIS SECTION.

IF, AFTER DETERMINING THE MONTHLY BENEFITS TO BE PAID UNDER DIVISION (B) OF THIS SECTION, THE SYSTEM RECEIVES NOTICE THAT THERE IS A QUALIFIED SURVIVOR WHO WAS NOT CONSIDERED WHEN THE DETERMINATION WAS MADE, THE SYSTEM SHALL, NOTWITHSTANDING SECTION 3309.661 OF THE REVISED CODE, RECALCULATE THE MONTHLY BENEFITS WITH THAT QUALIFIED SURVIVOR INCLUDED, EVEN IF THE BENEFITS TO QUALIFIED SURVIVORS ALREADY RECEIVING BENEFITS ARE REDUCED AS A RESULT. THE BENEFITS SHALL BE CALCULATED AS IF THE QUALIFIED SURVIVOR WHO IS THE SUBJECT OF THE NOTICE BECAME ELIGIBLE ON THE DATE THE NOTICE WAS RECEIVED AND SHALL BE PAID TO QUALIFIED SURVIVORS EFFECTIVE ON THE FIRST DAY OF THE FIRST MONTH FOLLOWING THE SYSTEM'S RECEIPT OF THE NOTICE.

IF THE RETIREMENT SYSTEM DID NOT RECEIVE NOTICE THAT A DECEASED MEMBER HAS ONE OR MORE QUALIFIED CHILDREN PRIOR TO MAKING PAYMENT UNDER SECTION 3309.44 OF THE REVISED CODE TO A BENEFICIARY AS DETERMINED BY THE RETIREMENT SYSTEM, THE PAYMENT IS A FULL DISCHARGE AND RELEASE OF THE SYSTEM FROM ANY FUTURE CLAIMS UNDER THIS SECTION OR SECTION 3309.44 OF THE REVISED CODE.

(2) IF BENEFITS UNDER DIVISION (C)(1) OF THIS SECTION TO ALL PERSONS, OR TO ALL PERSONS OTHER THAN A SURVIVING SPOUSE OR OTHER SOLE BENEFICIARY, TERMINATE, THERE ARE NO CHILDREN UNDER THE AGE OF TWENTY-TWO YEARS, AND THE SURVIVING SPOUSE OR BENEFICIARY QUALIFIES FOR BENEFITS UNDER DIVISION (A) OF THIS SECTION, THE SURVIVING SPOUSE OR BENEFICIARY MAY ELECT TO RECEIVE BENEFITS UNDER DIVISION (A) OF THIS SECTION. BENEFITS SHALL BE EFFECTIVE ON THE FIRST DAY OF THE MONTH FOLLOWING RECEIPT BY THE BOARD OF AN APPLICATION FOR BENEFITS UNDER DIVISION (A) OF THIS SECTION.

(D) If the survivor benefits due and paid under this section are in a total amount less than the member's accumulated account that was transferred from the employees' savings fund, the state teachers retirement fund, and the public employees retirement fund to the survivors' benefit

fund, then the difference between the total amount of the benefits paid shall be paid to the beneficiary under section 3309.44 of the Revised Code.

SECTION 8. As used in this section, "member" means a member of the Public Employees Retirement System, School Employees Retirement System, or State Teachers Retirement System.

The amendments to sections 145.43, 145.45, 3307.48, 3307.49, 3309.44, and 3309.45 of the Revised Code by this act shall apply with regard to members whose deaths occur on or after the effective date of this act.