

Senate Bill No. 806

Passed the Senate September 9, 2011

Secretary of the Senate

Passed the Assembly September 8, 2011

Chief Clerk of the Assembly

This bill was received by the Governor this _____ day
of _____, 2011, at _____ o'clock ____M.

Private Secretary of the Governor

CHAPTER _____

An act to amend, repeal, and add Section 19775.2 of the Government Code, relating to state compensation, and declaring the urgency thereof, to take effect immediately.

LEGISLATIVE COUNSEL'S DIGEST

SB 806, Committee on Veterans Affairs. State employees: military leave: salary overpayment.

Existing law requires the state, when it determines that an overpayment of compensation has been made to an employee, to notify the employee of the overpayment and afford the employee an opportunity to respond before commencing recoupment actions. Existing law requires that administrative action to recover an overpayment from a state employee be initiated within 3 years from the date of overpayment.

Existing law provides that a state employee who is granted a military leave of absence for active duty, whose continuous state service is not broken by a permanent separation, shall be entitled to receive his or her salary for a period not to exceed 30 calendar days in any one fiscal year.

This bill would provide, until January 1, 2015, that when the state determines that an overpayment of compensation has been made to a state employee on a leave of absence for active military duty as a member of the California National Guard, administrative action to recover overpayment be initiated within 6 years from the date of overpayment, notwithstanding existing law, unless specified conditions exist. The bill would make this provision applicable to any overpayment made up to 6 years prior to the operative date of this measure, as specified.

This bill would declare that it is to take effect immediately as an urgency statute.

The people of the State of California do enact as follows:

SECTION 1. Section 19775.2 of the Government Code is amended to read:

19775.2. (a) Pay under the provisions of Sections 19775 and 19775.1, excluding emergency military leave pay provisions, shall not exceed 30 calendar days in any one fiscal year. The beginning date of active duty shall determine the fiscal year in which the pay is accumulated when the period of active duty extends into another fiscal year.

(b) When the state determines that an overpayment of compensation has been made to an employee of the state on a leave of absence for active military duty as a member of the California National Guard, administrative action to recover overpayment shall be initiated within six years from the date of overpayment, notwithstanding subdivision (d) of Section 19838 or any other law, unless all of the following conditions exist:

(1) The employee currently holds the military pay grade of E-1 to E-5, inclusive.

(2) The overpayment was not due to fraud, misrepresentation, or willful nondisclosure on the part of the employee.

(3) The overpayment was received without fault on the part of the employee.

(4) Recovery of the overpayment from the employee would be against equity and good conscience.

(c) Notwithstanding any other law, subdivision (b) shall apply to any overpayment made up to six years prior to the date the act adding this subdivision becomes operative. Nothing in this section is intended to revive actions or causes of action as to which there has been a final judgment prior to that operative date.

(d) This section shall remain in effect only until January 1, 2015, and as of that date is repealed, unless a later enacted statute, that is enacted before January 1, 2015, deletes or extends that date.

SEC. 2. Section 19775.2 is added to the Government Code, to read:

19775.2. (a) Pay under the provisions of Sections 19775 and 19775.1, excluding emergency military leave pay provisions, shall not exceed 30 calendar days in any one fiscal year. The beginning date of active duty shall determine the fiscal year in which the pay is accumulated when the period of active duty extends into another fiscal year.

(b) This section shall become operative on January 1, 2015.

SEC. 3. This act is an urgency statute necessary for the immediate preservation of the public peace, health, or safety within

the meaning of Article IV of the Constitution and shall go into immediate effect. The facts constituting the necessity are:

In order to permit the state to initiate administrative proceedings that would otherwise be barred by existing law to recoup excess payments of state salaries, it is necessary that this act take effect immediately.

Approved _____, 2011

Governor