

## CHAPTER 1006

### COMPENSATION AND BENEFIT LIMITS — RETIREES UNDER THE IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM AND SCHOOL BOARD MEMBERS

S.F. 2266

**AN ACT** concerning compensation and benefits limits, relating to the earnings limitation for retirees under the Iowa public employees' retirement system and compensation limits for school corporation board members, and including effective date provisions.

*Be It Enacted by the General Assembly of the State of Iowa:*

Section 1. [Section 97B.48A, subsection 1](#), paragraph a, Code 2022, is amended to read as follows:

a. If a member who has not reached the member's sixty-fifth birthday and who has a bona fide retirement under [this chapter](#) is in regular full-time employment during a calendar year, the member's retirement allowance shall be reduced by fifty cents for each dollar the member earns over the limit provided in [this subsection](#). However, employment is not full-time employment until the member receives remuneration in an amount in excess of ~~thirty~~ fifty thousand dollars for a calendar year, or an amount equal to the amount of remuneration permitted for a calendar year for persons under sixty-five years of age before a reduction in federal social security retirement benefits is required, whichever is higher. Effective the first of the month in which a member attains the age of sixty-five years, a retired member may receive a retirement allowance without a reduction after return to covered employment regardless of the amount of remuneration received.

Sec. 2. [Section 279.7A, subsection 2](#), Code 2022, is amended to read as follows:

2. [This section](#) does not apply to contracts for the purchase of goods or services which benefit a director, or to compensation for part-time or temporary employment which benefits a director, if the benefit to the director does not exceed ~~six~~ twenty thousand dollars in a fiscal year, and contracts made by a school board, upon competitive bid in writing, publicly invited and opened.

Sec. 3. EFFECTIVE DATE. This Act, being deemed of immediate importance, takes effect upon enactment.

Approved March 23, 2022