

FILED FEB 11 1976

SENATE FILE 1132

BY COMMITTEE ON STATE GOVERNMENT

Passed Senate, Date 2-19-76 (p. 527) Passed House, Date _____

Vote: Ayes 48 Nays 0 Vote: Ayes _____ Nays _____

Approved _____

*Referred to committee Feb 2/19
Sens. 22-22 4/12*

A BILL FOR

1 An Act relating to the computation of benefit increases for
2 certain persons retired under the Iowa public employees'
3 retirement system.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

5

SENATE FILE 1132 FISCAL NOTE

Date prepared: February 24, 1976

Requested by: Senator Coleman

Prepared in regard to Senate File 1132, An Act relating to the computation of benefit increases for certain persons retired under the Iowa public employee's retirement system.

Following is the fiscal effect in dollars of the legislative proposal as required by Joint Rule 16.

This is a corrective piece of legislation. Without it there would be an additional charge to the General Fund each January for the cost of giving a 5% increase to all individuals who retired before January 1, 1976, until they had a full 100% increase in their benefit. The purpose of this bill is to provide that increases for years of retirement shall be given only through the year 1975 and not thereafter.

Source: Iowa Public Employees Retirement System

FILED
APRIL 12, 1976

BY GERRY D. RANKIN
LEGISLATIVE FISCAL DIRECTOR

1 Section 1. Acts of the Sixty-sixth General Assembly, 1975
2 Session, chapter fifty (50), section eighteen (18), subsection
3 six (6), amending section ninety-seven B point forty-nine
4 (97B.49) of the Code, is amended to read as follows:

5 6. Beginning On January 1, 1976, for each member who
6 retired before January 1, 1976, the amount of regular monthly
7 retirement allowance attributable to membership service and
8 prior service that was payable to the member for December,
9 1975 is increased by ten percent for the first calendar year
10 or portion of a calendar year the member was retired, and
11 by an additional five percent for each calendar year after
12 the first calendar year the member was retired through the
13 calendar year beginning January 1, 1975. The total increase
14 shall not exceed one hundred percent. There is appropriated
15 from the general fund of the state to the employment security
16 commission from funds not otherwise appropriated an amount
17 sufficient to fund the provisions of this subsection.

18 The benefit increases granted to members retired under
19 the system on January 1, 1976 shall be granted only on January
20 1, 1976 and shall not be further increased for any year in
21 which the member was retired after the calendar year beginning
22 January 1, 1975.

23 Sec. 2. The provisions of this Act shall be retroactive
24 to January 1, 1976.

25 Sec. 3. This Act, being deemed of immediate importance,
26 shall take effect and be in force from and after its publi-
27 cation in _____, a newspaper published
28 in _____, Iowa, and in _____,
29 a newspaper published in _____, Iowa.

30 EXPLANATION

31 This bill provides that persons who retired under IPERS
32 before January 1, 1976 will have benefit increases effec-
33 tive January 1, 1976 computed on the basis of the number of
34 years the person was retired through the calendar year
35 beginning January 1, 1975. Increases will not be given
36 automatically for years retired thereafter.

S-5118

1 Amend Senate File 1132 as follows:
2 1. Page 1, by striking lines 27 through 29.
3 2. Page 1, by inserting after line 26 the
4 following: "cation in The Sioux City Journal, a
5 newspaper published in Sioux City, Iowa, and in
6 the Fort Dodge Messenger, a newspaper published in
7 Fort Dodge, Iowa."

S-5118 FILED - *Adopted 2/19 (p. 527)*
FEBRUARY 11, 1976

BY COMMITTEE ON STATE GOVERNMENT
EUGENE M. HILL, Chairman

S-5350

1 Amend Senate File 1132 as follows:
2 1. Page 1, line 19, by inserting after the figure
3 "1976" the words "under this subsection".
4 2. Page 1, by inserting after line 22 the follow-
5 ing section:
6 "Sec. ____ . Section ninety-seven B point forty-
7 nine (97B.49), Code 1975, as amended by Acts of the
8 Sixty-sixth General Assembly, 1975 Session, chapter
9 fifty (50), section eighteen (18), is amended by
10 adding the following new subsection:
11 NEW SUBSECTION. In addition to the benefit
12 increases granted under section one (1) of this Act,
13 the amount of regular monthly retirement allowance
14 attributable to membership service and prior service
15 that was payable to a member for December, 1975, is
16 increased in the amount of five percent on January
17 1, 1976. However, the total percent of benefit
18 increases granted under section one (1) of this Act
19 and this section shall not exceed one hundred percent.
20 The provisions of this subsection shall not apply
21 to any person receiving monthly benefits under the
22 provisions of subsection four (4) of this section."
23 3. By numbering and renumbering sections as
24 necessary.

BY MINNETTE F. DODERER
C. JOSEPH COLEMAN
RAY TAYLOR
CLIFF BURROUGHS
BERL E. PRIEBE
CHARLES P. MILLER
WILLARD HANSEN
JOHN N. NYSTROM

S-5350 FILED
MARCH 17, 1976

SENATE FILE 1132

H-6494

- 1 Amend Senate File 1132, as amended and passed by
2 the Senate, as follows:
3 1. Page 1, by inserting before line 1 the following
4 section:
5 "Sec. _____. Section ninety-seven B point forty-
6 one (97B.41), subsection one (1), paragraph a, Code
7 1975, as amended by Acts of the Sixty-sixth General
8 Assembly, 1975 Session, chapter fifty (50), section
9 four (4), is amended to read as follows:
10 1. a. "Wages" means ~~all~~ remuneration for
11 employment, including the cash value of remuneration
12 paid in any medium other than cash, but not including
13 the cash value of remuneration paid in any medium
14 other than cash necessitated by the convenience of
15 the employer, such amount as agreed upon by the
16 employer and employee and reported to the commission
17 by the employer shall be conclusive of the value of
18 remuneration in a medium other than cash; except that
19 remuneration which does not equal or exceed the sum
20 of three hundred dollars in any calendar quarter shall
21 be excluded, provided, however, that the membership
22 of such employee shall not be considered terminated
23 as long as the employer-employee relationship exists.
24 Wages does not include remuneration for overtime
25 work, meal and travel expenses or other expenses,
26 and allowances for uniforms for employees required
27 to wear uniforms."
28 2. Amend the title, line 2, by striking the word
29 "retired".
30 3. By renumbering sections as necessary.

H-6494 FILED
APRIL 30, 1976

BY SCHROEDER of Pottawattamie