

By MENDENHALL

Passed House, Date Passed Senate, Date.....
Vote: Ayes Nays Vote: Ayes Nays
Approved

A BILL FOR

- 1 An Act relating to the contribution ceiling under the Iowa
2 public employees' retirement system.
3 *Be It Enacted by the General Assembly of the State of Iowa:*
4 Section 1. Chapter one hundred twenty-one (121), section
5 nine (9), Acts of the Sixty-second General Assembly, amending
6 section ninety-seven B point forty-one (97B.41), Code 1966,
7 is hereby amended by striking paragraph b of subsection one
8 (1) and inserting in lieu thereof the following:
9 "b. 'Covered wages' means wages of a member during the
10 periods of membership service as follows:
11 (1) For the period from July 4, 1953, through December 31,
12 1953, and each calendar year from January 1, 1954, through
13 December 31, 1963, wages not in excess of four thousand dollars.
14 (2) For each calendar year from January 1, 1964, through
15 December 31, 1967, wages not in excess of four thousand eight
16 hundred dollars.
17 (3) For each calendar year from January 1, 1968, through
18 December 31, 1969, wages not in excess of seven thousand
19 dollars.
20 (4) For each calendar year from January 1, 1970 and there-
21 after, wages not in excess of seventy-eight hundred dollars,
22 or such other monetary amounts as may be specified by title two
23 (II), section two hundred nine (209), of the federal social
24 security act as the maximum amount of wages against which an
25 employer shall withhold wages of employees.

1 (5) Effective July 1, 1967, covered wages shall not include
2 wages to a member after the first of the month coinciding with
3 or next following his seventieth birthday, or after the effec-
4 tive date of his retirement unless he is reemployed, as pro-
5 vided under section ninety-seven B point forty-eight (97B.48),
6 subsection three (3) of the Code.”

EXPLANATION OF HOUSE FILE 75

This bill raises the salary ceiling for employer-employee contributions to the Iowa Public Employees' Retirement System (IPERS) from \$7,000 to \$7,800 and provides for such future increases or decreases which may be made by subsequent amendment to the Social Security Act. The \$7,800 figure conforms with the present salary ceiling under the Federal Social Security system.