

MAR 13 1995

STATE GOVERNMENT

HOUSE FILE 403
BY GRUNDBERG

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

A BILL FOR

1 An Act relating to the maximum amount for earnings specified for
2 certain retirees under the Iowa public employees' retirement
3 system, and providing effective and retroactive applicability
4 dates.

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

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HF 403

1 Section 1. Section 97B.48A, subsection 1, Code 1995, is
2 amended to read as follows:

3 1. If, after the first day of the month in which the
4 member attains the age of fifty-five years and until the
5 member's sixty-fifth birthday, a member who has a bona fide
6 retirement under this chapter is in regular full-time
7 employment during a calendar year, the member's retirement
8 allowance shall be suspended for as long as the member remains
9 in employment for the remainder of that calendar year.
10 However, effective January 1, ~~1992~~ 1995, employment is not
11 full-time employment until the member receives remuneration in
12 an amount in excess of ~~seven-thousand-four-hundred-forty~~
13 ~~dollars-for-a-calendar-year~~ the amount exempt from the annual
14 earnings test for recipients of federal social security
15 benefits pursuant to 42 U.S.C. § 403b and regulations
16 implementing that section. Effective the first of the month
17 in which a member attains the age of sixty-five years, a
18 retired member may receive a retirement allowance after return
19 to covered employment regardless of the amount of remuneration
20 received.

21 Sec. 2. EFFECTIVE AND RETROACTIVE APPLICABILITY DATES.
22 This Act, being deemed of immediate importance, takes effect
23 upon enactment and applies retroactively to January 1, 1995,
24 for earnings on and after that date.

25 EXPLANATION

26 This bill ties the maximum amount for earnings for members
27 of the Iowa public employees' retirement system who retire
28 between the ages of 55 and 65 to the amount exempt from the
29 annual earnings test under federal social security. The
30 amount under the present law under the Iowa public employees'
31 retirement system is \$7,440 and the amount exempt from the
32 annual earnings test for social security is \$8,160.

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