

JAN 31 2000  
STATE GOVERNMENT

HOUSE FILE 2104  
BY MASCHER

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

**A BILL FOR**

1 An Act relating to allowable earnings from a public employer  
2 without reducing a retirement benefit for a retired member of  
3 the Iowa public employees' retirement system.  
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 2104

1 Section 1. Section 97B.48A, subsection 1, unnumbered  
2 paragraph 1, Code 1999, is amended to read as follows:

3 If a member who has not reached the member's sixty-fifth  
4 birthday and who has a bona fide retirement under this chapter  
5 is in regular full-time employment during a calendar year, the  
6 member's retirement allowance shall be reduced by fifty cents  
7 for each dollar the member earns over the limit provided in  
8 this subsection. However, employment is not full-time  
9 employment until the member receives remuneration in an amount  
10 in excess of ~~twelve~~ twenty-five thousand dollars for a  
11 calendar year, or an amount equal to the amount of  
12 remuneration permitted for a calendar year for persons under  
13 sixty-five years of age before a reduction in federal social  
14 security retirement benefits is required, whichever is higher.  
15 Effective the first of the month in which a member attains the  
16 age of sixty-five years, a retired member may receive a  
17 retirement allowance without a reduction after return to  
18 covered employment regardless of the amount of remuneration  
19 received.

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#### EXPLANATION

21 This bill permits a retired member less than 65 years old  
22 under the Iowa public employees' retirement system (IPERS) to  
23 return to employment with a covered employer and earn up to  
24 \$25,000 without having the member's retirement allowance  
25 reduced. Under current law, the member can only earn up to  
26 \$12,000 without having the member's retirement allowance  
27 reduced. Once the wage cap is reached, a member's retirement  
28 allowance is reduced 50 cents for each dollar earned over the  
29 cap.

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