

FEB 24 2003
STATE GOVERNMENT

HOUSE FILE 282
BY HEATON

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

A BILL FOR

1 An Act eliminating the reemployment earnings limitation under the
2 Iowa public employees' retirement system for a retired member
3 reemployed as a substitute teacher.

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

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HF 282

1 Section 1. Section 97B.48A, subsection 1, unnumbered
2 paragraph 1, Code 2003, 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 thirty thousand dollars for a calendar year, or
11 an amount equal to the amount of remuneration permitted for a
12 calendar year for persons under sixty-five years of age before
13 a reduction in federal social security retirement benefits is
14 required, whichever is higher. In addition, the reduction in
15 a member's retirement allowance under this subsection shall
16 not apply if the member is employed as a substitute teacher by
17 a school district or area education agency. Effective the
18 first of the month in which a member attains the age of sixty-
19 five years, a retired member may receive a retirement
20 allowance without a reduction after return to covered
21 employment regardless of the amount of remuneration received.

22 EXPLANATION

23 This bill eliminates the limit on the wages a retired
24 member of IPERS can earn as a substitute teacher without a
25 reduction in retirement benefits following the member's bona
26 fide retirement. Current law provides for a reduction in
27 retirement benefits if reemployment wages exceed \$30,000 for
28 persons under 65 years of age.

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