

Senate File 2089 - Introduced

SENATE FILE 2089

BY BOWMAN

A BILL FOR

1 An Act concerning the hybrid formula for calculating benefits
2 under the Iowa public employees' retirement system.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 97B.49D, Code 2014, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 4. An active or inactive vested member,
4 who is or has been employed in both special service and regular
5 service, who retires on or after July 1, 2014, who is vested by
6 service, who has at least twenty-two years of special service
7 or thirty years of regular service, and who at the time of
8 retirement is at least fifty-five years of age, may elect
9 to receive, in lieu of the receipt of a monthly retirement
10 allowance as calculated pursuant to subsection 1 or sections
11 97B.49A through 97B.49C, a monthly retirement allowance
12 calculated as follows:

13 a. For an active or inactive vested member with at least
14 thirty years of regular service, years of special service
15 shall be considered years of regular service for purposes of
16 calculating a monthly retirement allowance pursuant to section
17 97B.49A.

18 b. For an active or inactive vested member with at least
19 twenty-two years of special service in a position defined in
20 section 97B.49B, years of regular service or years of special
21 service in a position defined in section 97B.49C shall be
22 considered years of special service in a position defined
23 in section 97B.49B for purposes of calculating a monthly
24 retirement allowance pursuant to section 97B.49B.

25 c. For an active or inactive vested member with at least
26 twenty-two years of special service in a position defined in
27 section 97B.49C, years of regular service or years of special
28 service in a position defined in section 97B.49B shall be
29 considered years of special service in a position defined
30 in section 97B.49C for purposes of calculating a monthly
31 retirement allowance pursuant to section 97B.49C.

32 EXPLANATION

33 The inclusion of this explanation does not constitute agreement with
34 the explanation's substance by the members of the general assembly.

35 This bill concerns the Iowa public employees' retirement

1 system (IPERS) and provides an additional method of calculating
2 a member's monthly retirement allowance using the hybrid
3 formula under Code section 97B.49D. The bill provides that
4 a member with at least 22 years of special service in a
5 position defined in Code section 97B.49B, at least 22 years of
6 special service in a position defined in Code section 97B.49C,
7 or at least 30 years of regular service, can have their
8 retirement allowance calculated as if years of service not
9 within the applicable category categorized as years of service
10 in the position with at least 22 or 30 years of service,
11 as applicable, may be counted as years of service in that
12 category. Under current law, these members are not eligible to
13 use the hybrid formula.