

FEB 14 2001  
STATE GOVERNMENT

HOUSE FILE 261  
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:

5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

HF 261

1 Section 1. Section 97B.48A, subsection 1, unnumbered  
2 paragraph 1, Code 2001, 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 fourteen 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 \$14,000 for  
28 persons under 65 years of age.

29  
30  
31  
32  
33  
34  
35