DIGEST

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HB 835 Original

2022 Regular Session

McFarland

Abstract: For a period of seven years, allows contract or corporate contract retirees of the Teachers' Retirement System of La. to be reemployed without suspension of retirement benefits.

<u>Present law</u> authorizes retirees of the Teachers' Retirement System of La. (TRSL) to be reemployed in a position covered by the system without a reduction of his retirement benefit if his earnings from such employment during a fiscal year do not exceed 25% of his final average compensation. If his earnings exceed this limit, <u>present law</u> authorizes him to choose a benefit reduction or to become a member of the system again and earn a supplemental benefit.

<u>Present law</u> requires suspension of retirement benefits for a retiree who returns to service covered by TRSL for the following:

- (1) Reemployment during the twelve-month period immediately following retirement.
- (2) Reemployment that is based on a contract or corporate contract.

<u>Proposed law</u>, effective for a period of seven years, provides that the benefit of a retiree who is reemployed based on a contract or corporate contract shall not be suspended or reduced. Provides that neither the employer nor the employee make contributions to TRSL during such reemployment.

<u>Proposed law</u> requires that any cont of <u>proposed law</u> be funded with additional employer contributions in compliance with Art. X, Sec. 29(F) of the state constitution.

Proposed law becomes effective on July 1, 2022, and is repealed effective July 1, 2029.

(Adds R.S. 11:710.1(C)(4); Repeals R.S. 11:710.1(C)(4))