DIGEST

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HB 18 Engrossed

2022 Regular Session

Bacala

Abstract: Provides for the reemployment of certain retirees into the Municipal Police Employees' Retirement System (MPERS).

Present law provides relative to MPERS retirees who return to work covered by the system.

<u>Present law</u>, generally applicable to full-time reemployment, provides that if the retiree becomes an employee, payment of retirement benefits is suspended and the employee and employer contribute to the system toward creditable service. Upon termination of post-retirement employment, the retiree shall receive an additional retirement benefit based on his additional service.

Proposed law retains present law.

<u>Present law</u>, generally applicable to other reemployment including contract and part-time employment, provides that the retirement benefit of a retiree who returns to work for an employer in the system is suspended during any such employment that occurs within 24 months of the person's retirement.

Proposed law reduces the period during which benefits are suspended to 12 months.

<u>Proposed law</u> further provides that this required suspension does not apply to employment as a police officer for not more than 50 hours per month or as an elected official other than a police chief. <u>Proposed law</u> requires payment of employer and employee contributions to the system during such employment except for an elected official who is a member of another retirement system. Provides for a refund of the employee contributions.

<u>Proposed law</u> requires a suspension of retirement benefits during the first 60 days after retirement even for those otherwise exempted from the suspension required by <u>present law</u>.

(Amends R.S. 11:2220(J)(1); Adds R.S. 11:2220(J)(4))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Retirement to the original bill:

1. Delete <u>proposed law</u> exception from required benefit suspension for employees with more than 30 years of service.

- 2. Reduce the period during which suspension of benefits is required from 24 months to 12 months.
- 3. Reduce the number of hours a reemployed employee can work without a suspension in benefits from 100 to 50.