DIGEST

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HB 907 Engrossed

2016 Regular Session

LeBas

Abstract: Provides for a salary cap increase for a retiree of the Teachers' Retirement System of La. (TRSL) who returns to work as a substitute classroom teacher in an extended leave vacancy.

<u>Present law</u> prohibits a retired member of TRSL from receiving his benefit check while he is reemployed in a position covered by TRSL. <u>Present law</u> provides exceptions to this prohibition. Proposed law retains present law.

<u>Present law</u> further provides that for the first 12 months after a retiree's date of retirement, his benefits are suspended entirely if the retiree returns to work (hereafter referred to as the "waiting period"). Proposed law retains present law.

<u>Present law</u> provides that after his waiting period terminates, a retired member may return to work as a substitute classroom teacher and draw his full benefit check while working, but may only earn up to 25% of his annual benefit. Provides that any amount earned in excess of the earnings limit is deducted from the retiree's benefit check.

<u>Proposed law</u> increases the earnings limit to 50% of annual benefit for a person who returns to work as a substitute classroom teacher to fill an extended leave vacancy, which is a vacancy created by extended sick leave, maternity leave, military leave, or sabbatical taken by a K-12 teacher in a regular or special school. <u>Proposed law</u> otherwise retains <u>present law</u>.

<u>Proposed law</u> requires that in addition to the employers' reporting requirements imposed by <u>present law</u>, employers must also report if a retired teacher is filling an extended leave vacancy.

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

Effective July 1, 2016.

(Amends R.S. 11:710(B)(1)(b) and (D); Adds R.S. 11:710(A)(9))

Summary of Amendments Adopted by House

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

1. Define extended leave vacancy.

2.	Increase the earnings cap to 50% of a retired teacher's retirement benefit for retired
	teachers filling extended leave vacancies.

3.	Require employers to report if a rehired teacher is filling an extended leave vacancy.