CERTIFICATION OF ENROLLMENT

HOUSE BILL 1048

Chapter 317, Laws of 2001

57th Legislature 2001 Regular Legislative Session

TEACHERS' RETIREMENT SYSTEM--INCREASING HOURS RETIREES MAY WORK

EFFECTIVE DATE: 7/22/01

Passed by the House March 13, 2001 CERTIFICATE Yeas 94 Nays 0 We, Timothy A. Martin and Cynthia Zehnder, Co-Chief Clerks of the House FRANK CHOPP of Representatives of the State of Speaker of the House of Washington, do hereby certify that the Representatives attached is **HOUSE BILL 1048** as passed by the House of Representatives and the Senate on the dates hereon set forth. CLYDE BALLARD Speaker of the House of Representatives TIMOTHY A. MARTIN Chief Clerk Passed by the Senate April 10, 2001 CYNTHIA ZEHNDER Yeas 48 Nays 0 Chief Clerk BRAD OWEN President of the Senate Approved May 15, 2001 FILED May 15, 2001 - 2:41 p.m. Secretary of State GARY LOCKE State of Washington Governor of the State of Washington

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HOUSE BILL 1048

Passed Legislature - 2001 Regular Session

State of Washington

57th Legislature

2001 Regular Session

By Representatives Lambert, Doumit, Cox, Mulliken, H. Sommers, Clements, Talcott, Pearson, Alexander, Conway, Kagi, Ruderman, Hunt, McIntire, Hurst, Haigh, Kenney, Edmonds, Keiser and Simpson; by request of Joint Committee on Pension Policy

Read first time 01/12/2001. Referred to Committee on Appropriations.

- 1 AN ACT Relating to increasing the number of hours that teachers'
- 2 retirement system plan retirees may work in an eligible position to
- 3 eight hundred forty without a reduction in their retirement benefits;
- 4 and amending RCW 41.32.570.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 41.32.570 and 1999 c 387 s 1 are each amended to read 7 as follows:
- 8 (1)(a) If a retiree enters employment with an employer sooner than
- 9 one calendar month after his or her accrual date, the retiree's monthly
- 10 retirement allowance will be reduced by five and one-half percent for
- 11 every seven hours worked during that month. This reduction will be
- 12 applied each month until the retiree remains absent from employment
- 13 with an employer for one full calendar month.
- 14 (b) The benefit reduction provided in (a) of this subsection will
- 15 accrue for a maximum of one hundred forty hours per month. Any monthly
- 16 benefit reduction over one hundred percent will be applied to the
- 17 benefit the retiree is eligible to receive in subsequent months.
- 18 (2) Any ((retired teacher or retired administrator)) retiree who
- 19 enters service in any public educational institution in Washington

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state and who has satisfied the break in employment requirement of subsection (1) of this section shall cease to receive pension payments while engaged in such service: PROVIDED, That service may be rendered up to ((five hundred twenty-five)) eight hundred forty hours per school year without reduction of pension.

(((3) In addition to the five hundred twenty-five hours of service permitted under subsection (2) of this section, a retired teacher or retired administrator may also serve only as a substitute teacher for up to an additional three hundred fifteen hours per school year without reduction of pension if:

(a) A school district, which is not a member of a multidistrict substitute cooperative, determines that it has exhausted or can reasonably anticipate that it will exhaust its list of qualified and available substitutes and the school board of the district adopts a resolution to make its substitute teachers who are retired teachers or retired administrators eligible for the extended service once the list of qualified and available substitutes has been exhausted. The resolution by the school district shall state that the services of retired teachers and retired administrators are necessary to address the shortage of qualified and available substitutes. The resolution shall be valid only for the school year in which it is adopted. The district shall forward a copy of the resolution with a list of retired teachers and retired administrators who have been employed as substitute teachers to the department and may notify the retired teachers and retired administrators included on the list of their right to take advantage of the provisions of this subsection; or

(b) A multidistrict substitute cooperative determines that the school districts have exhausted or can reasonably anticipate that they will exhaust their list of qualified and available substitutes and each of the school boards adopts a resolution to make their substitute teachers who are retired teachers or retired administrators eligible for the extended service once the list of qualified and available substitutes has been exhausted. The resolutions by each of the school districts shall state that the services of retired teachers and retired administrators are necessary to address the shortage of qualified and available substitutes. The resolutions shall be valid only for the school year in which they are adopted. The cooperative shall forward a copy of the resolutions with a list of retired teachers and retired administrators who have been employed as substitute teachers to the

 department and may notify the retired teachers and retired administrators included on the list of their right to take advantage of the provisions of this subsection.

(4) In addition to the five hundred twenty-five hours of service permitted under subsection (2) of this section, a retired administrator or retired teacher may also serve as a substitute administrator up to an additional one hundred five hours per school year without reduction of pension if a school district board of directors adopts a resolution declaring that the services of a retired administrator or retired teacher are necessary because it cannot find a replacement administrator to fill a vacancy. The resolution shall be valid only for the school year in which it is adopted. The district shall forward a copy of the resolution with the name of the retired administrator or retired teacher who has been employed as a substitute administrator to the department.

(5) In addition to the five hundred twenty-five hours of service permitted under subsection (2) of this section and the one hundred five hours permitted under subsection (4) of this section, a retired principal may also serve as a substitute principal up to an additional two hundred ten hours per school year without a reduction of pension if a school district board of directors adopts a resolution declaring that the services of a retired principal are necessary because it cannot find a replacement principal to fill a vacancy. The resolution shall be valid only for the school year in which it is adopted. The district shall forward a copy of the resolution with the name of the retired principal who has been employed as a substitute principal to the department.

- (6) Subsection (2) of this section shall apply to all persons governed by the provisions of plan 1, regardless of the date of their retirement, but shall apply only to benefits payable after June 11, 1986.
- (7) Subsection (3) of this section shall apply to all persons governed by the provisions of plan 1, regardless of the date of their retirement, but shall only apply to benefits payable after September 1, 1994.))
- 36 (3) The department shall collect and provide the state actuary with 37 information relevant to the use of this section for the joint committee 38 on pension policy.

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- 1 (4) The legislature reserves the right to amend or repeal this
- 2 section in the future and no member or beneficiary has a contractual
- 3 right to receive eight hundred forty hours per year of postretirement
- 4 <u>employment</u>.

Passed the House March 13, 2001. Passed the Senate April 10, 2001. Approved by the Governor May 15, 2001. Filed in Office of Secretary of State May 15, 2001.