By: Representative Walker

To: Appropriations

HOUSE BILL NO. 941

AN ACT TO AMEND SECTION 25-11-127, MISSISSIPPI CODE OF 1972, 1 2 TO PROVIDE THAT ANY MEMBER OF THE PUBLIC EMPLOYEES' RETIREMENT 3 SYSTEM WHO IS ELIGIBLE TO RECEIVE A RETIREMENT ALLOWANCE MAY CONTINUE IN STATE OFFICE OR EMPLOYMENT, OR BE REEMPLOYED IN A 4 STATE OFFICE OR POSITION, OR BE ELECTED TO A STATE OFFICE, AND 5 RECEIVE THE RETIREMENT ALLOWANCE IN LIEU OF THE SALARY OR COMPENSATION FOR THE OFFICE OR POSITION; TO PROVIDE THAT ANY SUCH 6 7 MEMBER MUST FILE AN ANNUAL WAIVER OF THE SALARY OR COMPENSATION IN 8 9 ORDER TO RECEIVE THE RETIREMENT ALLOWANCE; AND FOR RELATED 10 PURPOSES.

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 12 SECTION 1. Section 25-11-127, Mississippi Code of 1972, is 13 amended as follows:

14 25-11-127. No person who is being paid a retirement allowance, or a pension after retirement under this article shall 15 be employed or paid for any service by the State of Mississippi, 16 except as provided in this section. This section shall not apply 17 to any pensioner who has been elected to public office after 18 19 retirement, nor to any person employed because of special knowledge or experience. This section shall not be construed to 20 mean that any person employed or elected under the above 21 22 exceptions shall become a member under Article 3 of the retirement 23 system, nor shall any retirant of this retirement system who is reemployed or is reelected to office, after retirement continue to 24 draw retirement benefits while so reemployed, except those persons 25 26 who choose to receive retirement benefits in lieu of salary or 27 compensation as provided in this section. Any person who has been 28 retired under the provisions of Articles 1 and 3 and who is later reemployed in service covered by this article except those persons 29 who choose to receive retirement benefits in lieu of salary or 30

H. B. No. 941 99\HR40\R1490 PAGE 1 31 compensation as provided in this section, shall cease to receive 32 benefits hereunder and shall again become a contributing member of the retirement system; and upon again retiring, if his 33 reemployment exceeds six (6) months, shall have his benefit 34 35 recomputed, including service after again becoming a member. 36 Provided, further, that the total retirement allowance paid to the 37 retired member in his previous retirement shall be deducted from 38 his retirement reserve and taken into consideration in recalculating the retirement allowance under a new option 39 40 selected. Nothing contained in this section shall be construed as prohibiting any county or city not a member of the Public 41 Employees' Retirement System from employing persons up to the age 42 43 of seventy-three (73); and provided further that, through June 30, 1988, nothing contained in this section shall be construed as 44 45 prohibiting any governmental unit which is a member from employing persons up to the age of seventy-three (73) who are not eligible 46 for membership at the time of employment under Article 3. 47

The board of trustees of the retirement system shall have the right to prescribe rules and regulations for the carrying out of this provision.

The provisions of this section shall not be construed to 51 prohibit any retirant regardless of age from being employed and 52 from drawing retirement allowance either (a) for a period of time 53 54 not to exceed one hundred twenty (120) days in any fiscal year, 55 but less than one-half (1/2) of the normal working days for the position in any fiscal year, or (b) for a period of time in any 56 57 fiscal year sufficient in length to permit a retirant to earn not in excess of twenty-five percent (25%) of retirant's average 58 compensation or the current rate of the salary in effect for the 59 60 regular position filled. Notice shall be given in writing to the executive <u>director</u> of the system, setting forth the facts upon 61 62 which the * * * employment is being made, and such notice shall be given within five (5) days from the date of employment and also 63 64 from the date of termination of the employment. * * *

Any * * * member <u>who is eligible to receive a retirement</u> <u>allowance under this article</u> may continue in <u>state</u>, municipal or county office or employment, or be reemployed <u>in a state</u>,

H. B. No. 941 99\HR40\R1490 PAGE 2 68 municipal or county position, or be elected to a state, municipal or county office, provided that such person files annually, in 69 70 writing, in the office of the employer and the office of the executive <u>director</u> of the system prior to such services, a waiver 71 72 of all salary or compensation and elects to receive in lieu of such salary or compensation a retirement allowance as provided in 73 74 this section, in which event no salary or compensation shall thereafter be due or payable for such services, and * * * any such 75 officer or employee may receive, in addition to such retirement 76 77 allowance, any per diem, office expense allowance, mileage or travel expense authorized by any statute of the State of 78 79 Mississippi.

80 SECTION 2. This act shall take effect and be in force from 81 and after July 1, 1999.