

Virginia Retirement System

Revised 2001 Fiscal Impact Statement

1. **Bill Number** HB1589

House of Origin ☒ Introduced ☒ Substitute ☒ Engrossed
Second House ☒ In Committee ☐ Substitute ☐ Enrolled

2. **Patron** Hamilton

3. **Committee** Finance

4. **Title** Teachers; returning to work after retiring.

5. **Summary/Purpose:**

The substitute bill permits retired teachers to return to teaching after a ninety day break in service without interrupting their receipt of retirement benefits. In such cases, health benefits would remain the same as that provided to retired employees. The teacher must be in a specialty or a geographic area where the Department of Education certifies that a shortage exists.

6. **Fiscal Impact Estimates are:**

6a. **Expenditure Impact:**

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2000-01	-0-		
2001-02	\$3,878,000		State SOQ Base
	\$3,137,000		Local SOQ Base
	\$3,508,000		Local Cost
2002-03	\$4,034,000		State SOQ Base
	\$3,263,000		Local SOQ Base
	\$3,648,000		Local Cost

7. **Budget amendment necessary:** Yes

8. **Fiscal implications:** This bill requires only a ninety day period between retirement and rehire. We assume this will adversely affect retirement rates.

9. **Specific agency or political subdivisions affected:** VRS and public school divisions.

10. **Technical amendment necessary:** None

11. **Other comments:** None

Date: 02/06/01 / wgh

Document: hb1589h1

PDF Created 2/9/2001 3:29:34 PM