

Virginia Retirement System 2007 Fiscal Impact Statement

1. **Bill Number** HB2519

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron** Iaquinto

3. **Committee** Appropriations

4. **Title** Virginia Retirement System; hiring retirees into covered positions.

5. **Summary/Purpose:** Virginia Retirement System; hiring retirees into covered positions. Provides that any person retired under the Virginia Retirement System may be hired into positions otherwise covered under the Virginia Retirement System without interrupting his retirement benefits for up to five years under the following conditions: (i) the person has been receiving such retirement allowance for a minimum period of time as determined by VRS; (ii) the person retired under the normal retirement provisions of his retirement program; and (iii) the person's service performed and compensation received during the period of time will not count towards his retirement benefits.

6. **No Fiscal Impact:** The enactment clause requires that the VRS determine the length of time before a retiree can return to work in a full time covered position so that the tax qualification of the plan will not be at risk and it will be cost neutral for the retirement plan.

7. **Budget amendment necessary:** No

8. **Fiscal implications:** There are no fiscal implications

9. **Specific agency or political subdivisions affected:**

10. **Technical amendment necessary:** See Other Comments below.

11. **Other comments:** The paragraph that amends the Virginia Retirement System (§51.1-155) should be codified in each of the retirement plans that it is intended to affect. These include the State Police Officers' Retirement System (§51.1-205), the Virginia Law Officers' Retirement System (§51.1-216) and the Judicial Retirement System (§51.1-305). Such amendments will ensure that each plan appropriately reflects the legislative intent of the provision.

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