

Virginia Retirement System 2009 Fiscal Impact Statement

1. Bill Number: SB919

House of Origin X Introduced Substitute Engrossed
Second House In Committee Substitute Enrolled

2. Patron: Reynolds

3. Committee: Education and Health

4. Title: Retirement System; retirees may be hired as teachers without interrupting retirement benefits.

5. Summary: Teacher's retirement allowance. Extends the July 1, 2010, sunset date to July 1, 2015, for provisions allowing retirees to be hired as teachers or administrative personnel without interruption of their retirement benefits.

Such benefits are restricted to school personnel designated as serving in critical shortage areas pursuant to subdivision 4 of § [22.1-23](#), § [22.1-70.3](#), or subdivision 9 of § [22.1-79](#).

Further, to be eligible, the person must have qualified break in service, and may not be receiving an early retirement incentive program from any local school division within the Commonwealth.

6. Fiscal Impact Estimates: See Other Comments below

7. Budget Amendment Necessary: No

8. Fiscal Implications: None

9. Specific Agency or Political Subdivisions Affected: VRS and participating local school divisions

10. Technical Amendment Necessary: No

11. Other Comments: Without the restrictions in this bill, returning to work after retirement would have a cost impact as members may see this as an opportunity to retire earlier than currently expected. Changing patterns of retirement would have a cost impact on the defined benefit, health insurance credit and life insurance programs.

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