Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House SENATE BILL 24-099

LLS NO. 24-0726.01 Jessica Herrera x4218

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A BILL FOR AN ACT

101	CONCERNING PUBLIC EM	PLOYEES'	RETIREMENT	ASSOCIATION
102	LIMITATIONS ON EM	PLOYMENT	AFTER RETIRE	MENT FOR A
103	SERVICE RETIREE EM	PLOYED BY A	A RURAL SCHOO	DL.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov</u>.)

Current law limits the duration of employment a public employees' retirement association (PERA) service retiree can work for a PERA employer without a reduction in PERA retirement benefits. Under certain circumstances, a rural school district may hire a service retiree who is a teacher, a school bus driver, a school food services cook, a school nurse,



Amended 2nd Reading March 22, 2024

HOUSE

3rd Reading Unamended March 25, 2024

HOUSE



or a qualified paraprofessional without the service retiree receiving a deduction in benefits for any length of employment in the calender year.

The bill adds superintendents and principals to the list of service retirees hired by a rural school district who may be employed without a reduction in benefits and clarifies that the exemption for a rural school district also includes a small rural school district which has a funded pupil count for the prior budget year of less than 1,000 pupils.

1 Be it enacted by the General Assembly of the State of Colorado: 2 SECTION 1. In Colorado Revised Statutes, 24-51-1101, amend 3 (1.9)(a), (1.9)(b), (1.9)(h), (1.9)(i), (5)(c), and (5)(m); and add (6) asfollows: 4 5 24-51-1101. Employment after service retirement - report -6 definitions - repeal. (1.9) (a) (I) Subject to the provisions of subsection 7 (1.9)(h) of this section, a service retiree who is a SUPERINTENDENT, A 8 PRINCIPAL, A teacher, a school bus driver, a school food services cook, a 9 school nurse, or a paraprofessional, as defined in section 22-60.3-102(9), 10 and is hired pursuant to subsection (1.9)(b) of this section by an employer 11 in the school division of the association that satisfies the criteria specified 12 in subsection (1.9)(a)(II) of this section may receive salary without 13 reduction in benefits for any length of employment in a calendar year if 14 the service retiree has not worked for any employer, as defined in section 15 24-51-101 (20), during the month of the effective date of retirement. A 16 service retiree described in this subsection (1.9)(a) who works for any employer, as defined in section 24-51-101 (20), during the month of the 17 18 effective date of retirement shall be subject to a reduction in benefits as 19 provided in section 24-51-1102 (2). 20 (II) The provisions of this subsection (1.9) apply only if:

(A) The employer in the school division of the association that
hires the service retiree is a SMALL RURAL SCHOOL DISTRICT, AS DEFINED

1 IN SECTION 22-54-104.7 (9)(c), OR A rural school district as determined by 2 the department of education based on the geographic size of the school 3 district and the distance of the school district from the nearest large, 4 urbanized area, a board of cooperative services, as defined in section 5 22-5-103 (2), or a charter school, as defined in section 22-5-119 (3)(d), 6 that is located within a SMALL RURAL SCHOOL DISTRICT, AS DEFINED IN 7 SECTION 22-54-104.7 (9)(c), OR THAT IS LOCATED WITHIN A rural school 8 district and, if the employer is a school district, the school district THAT 9 enrolls six thousand five hundred students or fewer in kindergarten 10 through twelfth grade;

(B) The school district, board of cooperative services, or charter
school hires the service retiree for the purpose of providing classroom
instruction or school bus transportation to students enrolled by the district,
enrolled by one or more of the districts served by the board of cooperative
services, or enrolled by the charter school, or for the purpose of being a
SUPERINTENDENT, A PRINCIPAL, A school food services cook, a school
nurse, or a paraprofessional, as defined in section 22-60.3-102 (9); and

18 (C) The school district, board of cooperative services, or charter 19 school determines that there is a critical shortage of qualified 20 SUPERINTENDENTS, PRINCIPALS, teachers, school bus drivers, school food 21 services cooks, school nurses, or paraprofessionals, as defined in section 22 22-60.3-102 (9), as applicable, and that the service retiree has specific 23 experience, skills, or qualifications that would benefit the district, board 24 of cooperative services, or charter school.

(b) An employer in the school division of the association that hires
a service retiree pursuant to this subsection (1.9) shall notify the
association upon hiring a service retiree pursuant to this subsection (1.9).

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A list of any and all service retirees employed by the employer shall be
 provided to the association at the start of each NO LATER THAN
 SEPTEMBER 1 OF THE APPLICABLE calendar year and shall be updated prior
 to any additional hirings during the same calendar year.

5 (h) A teacher TEACHER, SCHOOL BUS DRIVER, SCHOOL FOOD 6 SERVICES COOK, SCHOOL NURSE, SUPERINTENDENT, PRINCIPAL, OR 7 QUALIFIED PARAPROFESSIONAL who retires before he or she has met the 8 age and service credit requirements for full service retirement benefits 9 pursuant to section 24-51-602 shall not be employed after retirement 10 pursuant to this subsection (1.9) by the employer in the school division 11 that was the teacher's TEACHER'S, SCHOOL BUS DRIVER'S, SCHOOL FOOD 12 SERVICES COOK'S, SCHOOL NURSE'S, SUPERINTENDENT'S, PRINCIPAL'S, OR 13 QUALIFIED PARAPROFESSIONAL'S last employer until two years after the 14 teacher's TEACHER'S, SCHOOL BUS DRIVER'S, SCHOOL FOOD SERVICES 15 COOK'S, SCHOOL NURSE'S, SUPERINTENDENT'S, PRINCIPAL'S, OR QUALIFIED 16 PARAPROFESSIONAL'S date of retirement.

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18 (i) On or before December 1, 2025, and on or before December 19 1 of each fifth year thereafter. The association shall submit a report to the 20 finance AND EDUCATION committees of the house of representatives and 21 the senate, or any successor committees, regarding the employment after 22 service retirement provisions of this subsection (1.9) IN ACCORDANCE 23 WITH SUBSECTION (6) OF THIS SECTION. Notwithstanding the requirement 24 in section 24-1-136 (11)(a)(I), the requirement to submit the report 25 required in this subsection (1.9)(i) continues indefinitely. The employers 26 in the school division of the association that employ teachers, school bus 27 drivers, school food services cooks, school nurses, or paraprofessionals,

as defined in section 22-60.3-102 (9), pursuant to this subsection (1.9)
 shall provide information requested by the association for the purposes of
 the report. The report shall include:

4 (I) The number of teachers, school bus drivers, school food
5 services cooks, school nurses, and paraprofessionals, as defined in section
6 22-60.3-102 (9), who have been employed after service retirement
7 pursuant to this subsection (1.9) as of the date of the report;

8 (II) The extent to which this subsection (1.9) has helped 9 employers in the school division address teacher, school bus driver, 10 school food services cook, school nurse, and paraprofessional, as defined 11 in section 22-60.3-102 (9), shortages;".

(III) The costs, if any, to the association as a result of this
subsection (1.9); and

14 (IV) Any other information deemed relevant by the association. 15 (5) (c) A board of cooperative services that hires a service retiree 16 pursuant to this subsection (5) shall notify the association before hiring 17 the service retiree. A list of all service retirees employed by the board of 18 cooperative services shall be provided to the association at the start of 19 each NO LATER THAN SEPTEMBER 1 OF THE APPLICABLE calendar year and 20 shall be updated prior to any additional hirings during the same calendar 21 year.

22 (5) (m) This subsection (5) is repealed, effective July 1, 2025
23 JULY 1, 2030.

(6) (a) ON OR BEFORE DECEMBER 1, 2025, AND ON OR BEFORE
DECEMBER 1 OF EACH FIFTH YEAR THEREAFTER, THE ASSOCIATION SHALL
SUBMIT A REPORT TO THE FINANCE AND EDUCATION COMMITTEES OF THE
HOUSE OF REPRESENTATIVES AND THE SENATE, OR ANY SUCCESSOR

1	COMMITTEES, REGARDING THE EMPLOYMENT AFTER SERVICE RETIREMENT
2	PROVISIONS OF SUBSECTIONS (1.8) , (1.9) , and (5) of this section.
3	NOTWITHSTANDING THE REQUIREMENT IN SECTION 24-1-136 (11)(a)(I),
4	THE REQUIREMENT TO SUBMIT THE REPORT REQUIRED BY THIS SUBSECTION
5	(6) CONTINUES INDEFINITELY.
6	(b) The employers in the school division of the association
7	THAT EMPLOY A SERVICE RETIREE PURSUANT TO SUBSECTION (1.8) , (1.9) ,
8	OR(5) OF THIS SECTION SHALL PROVIDE INFORMATION REQUESTED BY THE
9	ASSOCIATION FOR THE PURPOSES OF THE REPORT.
10	(c) THE REPORT MUST INCLUDE:
11	(I) The number of service retirees who have been employed
12	AFTER SERVICE RETIREMENT PURSUANT TO SUBSECTIONS $(1.8), (1.9),$ and
13	(5) OF THIS SECTION AS OF THE DATE OF THE REPORT;
14	(II) The extent to which subsection $(1.8), (1.9), \text{ or } (5)$ of this
15	SECTION HAVE HELPED EMPLOYERS IN THE SCHOOL DIVISION ADDRESS
16	SHORTAGES;
17	(III) THE COSTS, IF ANY, TO THE ASSOCIATION AS A RESULT OF
18	SUBSECTION (1.8) , (1.9) , OR (5) OF THIS SECTION; AND
19	(IV) ANY OTHER INFORMATION DEEMED RELEVANT BY THE
20	ASSOCIATION.
21	SECTION 2. Act subject to petition - effective date. This act
22	takes effect at 12:01 a.m. on the day following the expiration of the
23	ninety-day period after final adjournment of the general assembly; except
24	that, if a referendum petition is filed pursuant to section 1 (3) of article V
25	of the state constitution against this act or an item, section, or part of this
26	act within such period, then the act, item, section, or part will not take
27	effect unless approved by the people at the general election to be held in

- 1 November 2024 and, in such case, will take effect on the date of the
- 2 official declaration of the vote thereon by the governor.