GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2005

S SENATE DRS75092-LL-62 (2/17)

Short Title: Retired Nurses Return to Work. (Public)

Sponsors: Senator Bingham.

Referred to:

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A BILL TO BE ENTITLED

AN ACT TO ENABLE RETIRED REGISTERED NURSES TO RETURN TO EMPLOYMENT TEACHING AT COMMUNITY COLLEGES WITHOUT LOSING RETIREMENT BENEFITS.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 135-3(8)c. reads as rewritten:

7 Should a beneficiary who retired on an early or service retirement allowance under this Chapter be reemployed, or 8 otherwise engaged to perform services, by an employer 9 participating in the Retirement System on a part-time, 10 temporary, interim, or on a fee-for-service basis, whether 11 contractual or otherwise, and if such beneficiary earns an 12 amount during the 12-month period immediately following the 13 effective date of retirement or in any calendar year which 14 exceeds fifty percent (50%) of the reported compensation, 15 excluding terminal payments, during the 12 months of service 16 preceding the effective date of retirement, or twenty thousand 17 dollars (\$20,000), whichever is greater, as hereinafter indexed, 18 then the retirement allowance shall be suspended as of the first 19 day of the month following the month in which the 20 reemployment earnings exceed the amount above, for the 21 balance of the calendar year. The retirement allowance of the 22 beneficiary shall be reinstated as of January 1 of each year 23 following suspension. The amount that may be earned before 24 suspension shall be increased on January 1 of each year by the 25 ratio of the Consumer Price Index to the Index one year earlier, 26 calculated to the nearest tenth of a percent (1/10 of 1%). 27

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The computation of postretirement earnings of a beneficiary under this sub-subdivision, G.S. 135-3(8)c., who has been retired at least six months and has not been employed in any capacity, except as a substitute teacher or a part-time tutor, with a public school for at least six months immediately preceding the effective date of reemployment, shall not include earnings while the beneficiary is employed to teach on a substitute, interim, or permanent basis in a public school. The Department of Public Instruction shall certify to the Retirement System that a beneficiary is employed to teach by a local school administrative unit under the provisions of this sub-subdivision and as a retired teacher as the term is defined under the provisions of G.S. 115C-325(a)(5a).

The computation of postretirement earnings of a beneficiary under this sub-subdivision, G.S. 135-3(8)c., who is a registered nurse with a masters degree in nursing, and who has been retired at least six months and has not been employed in any capacity by the State for at least six months immediately preceding the effective date of reemployment, shall not include earnings while the beneficiary is employed to teach nursing at a community college. The Department of Community Colleges shall certify to the Retirement System that a beneficiary is employed to teach by a community college under the provisions of this sub-subdivision and as a retired registered nurse.

Beneficiaries employed under this sub-subdivision are not entitled to any benefits otherwise provided under this Chapter as a result of this period of employment."

SECTION 2. This act becomes effective July 1, 2005.

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