House Bill 385 (COMMITTEE SUBSTITUTE)

By: Representatives Blackmon of the 146<sup>th</sup>, Jones of the 47<sup>th</sup>, Belton of the 112<sup>th</sup>, LaRiccia of the 169<sup>th</sup>, Evans of the 83<sup>rd</sup>, and others

## A BILL TO BE ENTITLED AN ACT

1 To amend Article 7 of Chapter 3 of Title 47 of the Official Code of Georgia Annotated, 2 relating to retirement allowances, disability benefits, and spouses' benefits, so as to permit 3 public school systems to employ certain beneficiaries of the Teachers Retirement System of 4 Georgia as classroom teachers in a full-time capacity in an area of highest need determined 5 for the Regional Education Service Agency to which such public school system is assigned; to require such employers to make employer and employee contributions on behalf of such 6 7 employed beneficiaries; to provide for conditions and limitations for beneficiaries who return 8 to service full time as teachers; to provide for a performance audit; to provide for related 9 matters: to provide for a definition: to provide conditions for an effective date and automatic 10 repeal; to repeal conflicting laws; and for other purposes.

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## BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

**SECTION 1.** 

Article 7 of Chapter 3 of Title 47 of the Official Code of Georgia Annotated, relating to
retirement allowances, disability benefits, and spouses' benefits, is amended by adding a new
Code section to read as follows:

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| <ul> <li>(a) From July 1, 2022, until June 30, 2026, notwithstanding the provisions of Code</li> <li>Section 47-3-127, to the extent and under the conditions provided for in this Code section,</li> <li>a public school system may employ a beneficiary who has obtained 30 years of creditable</li> <li>service in this retirement system in a full-time capacity as a certified teacher of</li> <li>pre-kindergarten through grade 12 who has as his or her primary responsibility the</li> <li>academic instruction of students in a classroom in an area of highest need determined for</li> <li>the RESA to which such public school system is assigned, provided that at least one year</li> <li>has expired from the effective date of such beneficiary's retirement and he or she was not</li> <li>restored to service as a teacher pursuant to Code Section 47-3-127 during such period of</li> <li>time.</li> <li>(b)(1) An individual employed as described in subsection (a) of this Code section shall</li> <li>remain a beneficiary and shall continue to receive his or her retirement allowance and any</li> <li>postretirement benefit adjustments for which he or she is eligible; provided, however, that</li> <li>such service shall not constitute creditable service and shall not entitle such beneficiary</li> </ul> | 16 | ″ <u>47-3-127.1.</u>  |
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| 19a public school system may employ a beneficiary who has obtained 30 years of creditable20service in this retirement system in a full-time capacity as a certified teacher of21pre-kindergarten through grade 12 who has as his or her primary responsibility the22academic instruction of students in a classroom in an area of highest need determined for23the RESA to which such public school system is assigned, provided that at least one year24has expired from the effective date of such beneficiary's retirement and he or she was not25restored to service as a teacher pursuant to Code Section 47-3-127 during such period of26time.27(b)(1) An individual employed as described in subsection (a) of this Code section shall28remain a beneficiary and shall continue to receive his or her retirement allowance and any29postretirement benefit adjustments for which he or she is eligible; provided, however, that30such service shall not constitute creditable service and shall not entitle such beneficiary  | 17 | (a) From July 1, 2022, until June 30, 2026, notwithstanding the provisions of Code          |
| 20 service in this retirement system in a full-time capacity as a certified teacher of<br>21 pre-kindergarten through grade 12 who has as his or her primary responsibility the<br>22 academic instruction of students in a classroom in an area of highest need determined for<br>23 the RESA to which such public school system is assigned, provided that at least one year<br>24 has expired from the effective date of such beneficiary's retirement and he or she was not<br>25 restored to service as a teacher pursuant to Code Section 47-3-127 during such period of<br>26 time. 27 (b)(1) An individual employed as described in subsection (a) of this Code section shall<br>28 remain a beneficiary and shall continue to receive his or her retirement allowance and any<br>29 postretirement benefit adjustments for which he or she is eligible; provided, however, that<br>30 such service shall not constitute creditable service and shall not entitle such beneficiary   | 18 | Section 47-3-127, to the extent and under the conditions provided for in this Code section, |
| pre-kindergarten through grade 12 who has as his or her primary responsibility the<br>academic instruction of students in a classroom in an area of highest need determined for<br>the RESA to which such public school system is assigned, provided that at least one year<br>has expired from the effective date of such beneficiary's retirement and he or she was not<br>restored to service as a teacher pursuant to Code Section 47-3-127 during such period of<br>time. (b)(1) An individual employed as described in subsection (a) of this Code section shall<br>remain a beneficiary and shall continue to receive his or her retirement allowance and any<br>postretirement benefit adjustments for which he or she is eligible; provided, however, that<br>such service shall not constitute creditable service and shall not entitle such beneficiary   | 19 | a public school system may employ a beneficiary who has obtained 30 years of creditable     |
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| <ul> <li>the RESA to which such public school system is assigned, provided that at least one year</li> <li>has expired from the effective date of such beneficiary's retirement and he or she was not</li> <li>restored to service as a teacher pursuant to Code Section 47-3-127 during such period of</li> <li>time.</li> <li>(b)(1) An individual employed as described in subsection (a) of this Code section shall</li> <li>remain a beneficiary and shall continue to receive his or her retirement allowance and any</li> <li>postretirement benefit adjustments for which he or she is eligible; provided, however, that</li> <li>such service shall not constitute creditable service and shall not entitle such beneficiary</li> </ul>   | 21 | pre-kindergarten through grade 12 who has as his or her primary responsibility the          |
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| 25 restored to service as a teacher pursuant to Code Section 47-3-127 during such period of<br>26 time. 27 (b)(1) An individual employed as described in subsection (a) of this Code section shall<br>28 remain a beneficiary and shall continue to receive his or her retirement allowance and any<br>29 postretirement benefit adjustments for which he or she is eligible; provided, however, that<br>30 such service shall not constitute creditable service and shall not entitle such beneficiary  | 23 | the RESA to which such public school system is assigned, provided that at least one year    |
| <ul> <li>26 <u>time.</u></li> <li>27 (b)(1) An individual employed as described in subsection (a) of this Code section shall</li> <li>28 remain a beneficiary and shall continue to receive his or her retirement allowance and any</li> <li>29 postretirement benefit adjustments for which he or she is eligible; provided, however, that</li> <li>30 such service shall not constitute creditable service and shall not entitle such beneficiary</li> </ul>   | 24 | has expired from the effective date of such beneficiary's retirement and he or she was not  |
| <ul> <li>(b)(1) An individual employed as described in subsection (a) of this Code section shall</li> <li>remain a beneficiary and shall continue to receive his or her retirement allowance and any</li> <li>postretirement benefit adjustments for which he or she is eligible; provided, however, that</li> <li>such service shall not constitute creditable service and shall not entitle such beneficiary</li> </ul>  | 25 | restored to service as a teacher pursuant to Code Section 47-3-127 during such period of    |
| <ul> <li>remain a beneficiary and shall continue to receive his or her retirement allowance and any</li> <li>postretirement benefit adjustments for which he or she is eligible; provided, however, that</li> <li>such service shall not constitute creditable service and shall not entitle such beneficiary</li> </ul>   | 26 | <u>time.</u>  |
| <ul> <li>29 postretirement benefit adjustments for which he or she is eligible; provided, however, that</li> <li>30 such service shall not constitute creditable service and shall not entitle such beneficiary</li> </ul>   | 27 | (b)(1) An individual employed as described in subsection (a) of this Code section shall     |
| 30 <u>such service shall not constitute creditable service and shall not entitle such beneficiary</u>  | 28 | remain a beneficiary and shall continue to receive his or her retirement allowance and any  |
| <b>`</b>   | 29 | postretirement benefit adjustments for which he or she is eligible; provided, however, that |
|  | 30 | such service shall not constitute creditable service and shall not entitle such beneficiary |
| 51 to a recomputation of retirement benefits upon cessation of such service.   | 31 | to a recomputation of retirement benefits upon cessation of such service.                   |
| 32 (2) It shall be the duty of each beneficiary to notify an employer of his or her status as  | 32 | (2) It shall be the duty of each beneficiary to notify an employer of his or her status as  |
| 33 <u>a beneficiary prior to accepting employment with such employer.</u>  | 33 | a beneficiary prior to accepting employment with such employer.                             |
| 34 (c)(1) Within 30 days of employing a beneficiary pursuant to this Code section, such  | 34 | (c)(1) Within 30 days of employing a beneficiary pursuant to this Code section, such        |
| 35 <u>employer shall notify the board of trustees of such beneficiary's name, the amount of his</u>  | 35 | employer shall notify the board of trustees of such beneficiary's name, the amount of his   |
| 36 <u>or her earnable compensation, a description of any other forms of remuneration to be</u>   | 36 | or her earnable compensation, a description of any other forms of remuneration to be        |
| 37 <u>made, the number of hours to be worked, job responsibilities, and other such information</u>   | 37 | made, the number of hours to be worked, job responsibilities, and other such information    |
| 38 <u>as the board of trustees may prescribe.</u>  | 38 | as the board of trustees may prescribe.   |
| 39 (2) An employer that employs a beneficiary pursuant to subsection (a) of this Code  | 39 | (2) An employer that employs a beneficiary pursuant to subsection (a) of this Code          |
| 40 section shall pay to the retirement system an amount equal to the product of:   | 40 | section shall pay to the retirement system an amount equal to the product of:               |
| 41 (A) The combination of the rate required by this chapter for employer contributions   | 41 | (A) The combination of the rate required by this chapter for employer contributions         |
| 42 <u>and employee contributions; and</u>  | 42 | and employee contributions; and   |

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| 43 | (B) The earnable compensation of such beneficiary.   |
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| 44 | (3) A beneficiary shall not receive creditable service from or access to contributions     |
| 45 | made as a result of payments required by paragraph (2) of this subsection, and he or she   |
| 46 | shall be considered by the retirement system solely as a beneficiary.                      |
| 47 | (4) If an employer that is obligated to make contributions or reimbursements to the        |
| 48 | retirement system pursuant to this Code section fails to make such contributions, any      |
| 49 | unpaid amounts shall be deducted from any funds payable to such employer by the state,     |
| 50 | including without limitation the Department of Education and the Board of Regents of       |
| 51 | the University System of Georgia, and shall be paid to the retirement system.              |
| 52 | (d)(1) As used in this Code section, 'area of highest need' means one of the three content |
| 53 | areas for which there are the greatest percentages of unfilled positions for classroom     |
| 54 | teachers in a RESA.  |
| 55 | (2) The areas of highest need shall be determined for each RESA annually by the            |
| 56 | Department of Education after consultation with the Professional Standards Commission.     |
| 57 | Such determinations shall be based upon a five-year average review of a survey reported    |
| 58 | by local school systems to the Department of Education. The areas of highest need for      |
| 59 | each RESA shall be reported to the retirement system on an annual basis beginning          |
| 60 | July 1, 2022, and ending July 1, 2025.   |
| 61 | (e) Prior to July 1, 2025, the state auditor shall conduct and publish a performance audit |
| 62 | concerning the provisions of this Code section to include a determination of the value and |
| 63 | necessity of the full-time employment of beneficiaries as permitted by this Code section,  |
| 64 | as well the effects of such employment on the local school systems, the Teachers           |
| 65 | Retirement System of Georgia, and the teacher workforce as a whole for this state.         |
| 66 | (f) The provisions of this Code section shall not become part of the employment contract   |
| 67 | and shall be subject to future legislation."   |

| 68 | SECTION 2.  |
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| 69 | This Act shall become effective on July 1, 2022, only if it is determined to have been    |
| 70 | concurrently funded as provided in Chapter 20 of Title 47 of the Official Code of Georgia |
| 71 | Annotated, the "Public Retirement Systems Standards Law"; otherwise, this Act shall not   |
| 72 | become effective and shall be automatically repealed in its entirety on July 1, 2022, as  |
| 73 | required by subsection (a) of Code Section 47-20-50.                                      |
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## **SECTION 3.**

75 All laws and parts of laws in conflict with this Act are repealed.