# Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

### REREVISED

This Version Includes All Amendments Adopted in the Second House

LLS NO. 24-0726.01 Jessica Herrera x4218

**SENATE BILL 24-099** 

#### SENATE SPONSORSHIP

**Pelton R. and Marchman,** Buckner, Coleman, Cutter, Exum, Fields, Kirkmeyer, Lundeen, Mullica, Pelton B., Rich, Roberts, Rodriguez, Simpson, Will, Winter F., Zenzinger

## HOUSE SPONSORSHIP

Winter T. and McLachlan, Boesenecker, Brown, Froelich, Kipp, Lukens, Marshall, Martinez, Mauro, McCluskie, Velasco, Weissman, Woodrow, Young

#### **Senate Committees**

**House Committees** 

Education

Education

#### A BILL FOR AN ACT

101	Concerning	<b>PUBLIC</b>	EMPLOYEES'	RETIRE	MENT	ASSOC	CIATIO	)N
102	LIMITAT	TIONS ON	<b>EMPLOYMENT</b>	AFTER	RETIR	EMENT	FOR	A
103	SERVICE	E RETIREE	EMPLOYED BY	A RURAI	L SCHO	OL.		

### **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 <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

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,

HOUSE 3rd Reading Unamended

HOUSE Amended 2nd Reading

SENATE 3rd Reading Unamended February 16, 2024

SENATE Amended 2nd Reading February 15, 2024

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing law.

Dashes through the words or numbers indicate deletions from existing law.

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.

Be it enacted by the General Assembly of the State of Colorado:

2 SECTION 1. In Colorado Revised Statutes, 24-51-1101, amend

(1.9)(a), (1.9)(b), (1.9)(h), (1.9)(i), (5)(c), and (5)(m); and **add** (6) as

follows:

**24-51-1101.** Employment after service retirement - report - definitions - repeal. (1.9) (a) (I) Subject to the provisions of subsection (1.9)(h) of this section, a service retiree who is a SUPERINTENDENT, A PRINCIPAL, A teacher, a school bus driver, a school food services cook, a school nurse, or a paraprofessional, as defined in section 22-60.3-102 (9), and is hired pursuant to subsection (1.9)(b) of this section by an employer in the school division of the association that satisfies the criteria specified in subsection (1.9)(a)(II) of this section may receive salary without reduction in benefits for any length of employment in a calendar year if the service retiree has not worked for any employer, as defined in section 24-51-101 (20), during the month of the effective date of retirement. A 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 effective date of retirement shall be subject to a reduction in benefits as provided in section 24-51-1102 (2).

- (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

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IN SECTION 22-54-104.7 (9)(c), OR A rural school district as determined by the department of education based on the geographic size of the school district and the distance of the school district from the nearest large, urbanized area, a board of cooperative services, as defined in section 22-5-103 (2), or a charter school, as defined in section 22-5-119 (3)(d), that is located within a SMALL RURAL SCHOOL DISTRICT, AS DEFINED IN SECTION 22-54-104.7 (9)(c), OR THAT IS LOCATED WITHIN A rural school district and, if the employer is a school district, the school district THAT enrolls six thousand five hundred students or fewer in kindergarten 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
- (C) The school district, board of cooperative services, or charter school determines that there is a critical shortage of qualified SUPERINTENDENTS, PRINCIPALS, teachers, school bus drivers, school food services cooks, school nurses, or paraprofessionals, as defined in section 22-60.3-102 (9), as applicable, and that the service retiree has specific experience, skills, or qualifications that would benefit the district, board 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.

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

(i) 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 committees, regarding the employment after service retirement provisions of this subsection (1.9) IN ACCORDANCE WITH SUBSECTION (6) OF THIS SECTION. Notwithstanding the requirement in section 24-1-136 (11)(a)(I), the requirement to submit the report required in this subsection (1.9)(i) continues indefinitely. The employers in the school division of the association that employ teachers, school bus drivers, school food services cooks, school nurses, or paraprofessionals,

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1	as defined in section 22-60.3-102 (9), pursuant to this subsection (1.9)
2	shall provide information requested by the association for the purposes of
3	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;".
12	(III) The costs, if any, to the association as a result of this
13	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	<u>July 1, 2030.</u>
24	(6) (a) On or before December 1, 2025, and on or before
25	DECEMBER 1 OF EACH FIFTH YEAR THEREAFTER, THE ASSOCIATION SHALL
26	SUBMIT A REPORT TO THE FINANCE AND EDUCATION COMMITTEES OF THE
27	HOUSE OF REPRESENTATIVES AND THE SENATE, OR ANY SUCCESSOR

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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 $(1.8)$ , $(1.9)$ , 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
2.7	effect unless approved by the people at the general election to be held in

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- 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.

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