

STATEMENT OF PURPOSE

RS25699

Computation of Service Retirement Allowance (59-1342) and Early Retirement Allowance (59-1346) are contained in two separate section of Idaho code. Service Retirement Allowance contains two provisions that should also be included in Early Retirement Allowance. Specifically, section 59-1342(6) and 59-1342(8) should be included in the Early Retirement Allowance section. Section 59-1342(6) provides that a member's initial service retirement benefit shall not be equal to more than the member's accrued benefit or one hundred percent of the member's average compensation for the three consecutive years of employment which produced the greatest aggregate compensation. This definition should be replicated in the Early Retirement Allowance (59-1346) section as well. Section 59-1342(8) provides a computation calculation for members who have a significant break in service and end up with two separate periods of employment in which both periods would qualify the member for retirement benefits. The language for this calculation should be replicated in Early Retirement Allowance (59-1346) to maintain consistency in calculations.

FISCAL NOTE

There would be no fiscal impact with the additional language added to this statute. Retirement allowance computations are currently consistently applied for both Service and Early Retirement Allowance. This update would codify this practice.

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DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).