



FISCAL NOTE

House Bill 41

Committee: Finance and Taxation General Fund Sponsor: Representative Rex Reynolds

Analyst: John Friedenreich

Date: 05/10/2023

House Bill 41 as reported by the committee on Finance and Taxation General Fund increases the maximum compensation that a Employees' Retirement System (ERS) retiree may earn, without suspension of their retirement allowance, through returning to work as a school resource officer or correctional officer with any employer participating in ERS provided that the compensation does not exceed \$52,000 commencing with the bill's effective date. In addition, the bill provides that the new compensation cap established by this bill shall be repealed on December 31, 2026, unless extended by an act of the Legislature.

This bill could increase the obligations of several state and local agencies or entities that employ such retirees by an undetermined amount dependent upon any additional compensation paid to such retiree under the provisions of this bill. This bill could also increase the obligations of RSA by an undetermined amount dependent upon the number of employees that retire and return to work and earn compensation above the current retiree compensation cap but less than the proposed new maximum of \$52,000 but who would not otherwise have retired and received retirement benefits absent the provisions of this bill.