



South Dakota Retirement System

2021 Legislation and Budget

April 1, 2021



HB 1030 - Required Minimum Distributions

An Act to revise and clarify certain provisions regarding the required minimum distribution methods of the South Dakota Retirement System.

- Added **specific language** relating to **Required Minimum Distributions (RMDs)**
 - Formerly **referenced federal regulations**
 - RMDs impact:
 - Supplemental Pension Benefit (SPB)
 - SDRS retirement benefit
 - Supplemental Retirement Plan (SRP)
 - Special Pay Plan (SPP)
 - Department of Labor retirement benefit



HB 1031 - Clean-up Legislation

An Act to revise certain provisions relating to the South Dakota Retirement System.

- Removed **notary requirements** and added requirement for copy of **photo identification**
- Revised terminology and process for **crediting contributions not used in calculation of final average compensation**
- Corrected cross references



HB 1032 - Contingency Planning

An Act to revise the minimum cost of living adjustment and revise terminology of the South Dakota Retirement System.

- Reduced minimum **cost of living adjustment** (COLA) to 0%
- Replaced the term, annual increase, with **COLA** throughout chapter



HB 1033 - Reemployment after Retirement

An Act to update certain provisions relating to the South Dakota Retirement System, to revise certain provisions relating to reemployment after retirement with the South Dakota Retirement System, and to declare an emergency.

- Clarified what constitutes a **separation from service** – no employment regardless of classification as part-time, seasonal, temporary, leased, contract, or any other designation
- Clarified that bona fide separation is **required before returning to work**
- Provided **exception for part-time employment if member is 59 ½** when retirement benefit starts and works less than 1250 hours in the employer's FY
- Removed **suspension of benefit** for retiree with reduced benefit upon returning to work
- Revised definitions and reconciled terminology
- Included **emergency clause** so legislation effective April 1, 2021



Other Legislation

Enacted

- SB 85. An Act to modify the **composition of the Retirement Laws Committee**. *Schoenbeck*
 - Committee proportionate to the party's representation; at least one minority member
- HB 1127. An Act to revise certain provisions regarding **official meetings conducted by teleconference**. *Reed*
 - Voice votes allowed during teleconference unless any member votes in the negative

Not Enacted

- HB 1117. An Act to revise provisions for public meetings held by teleconference. *Reed*
- HB 1128. An Act to establish requirements for public meeting notices and materials. *Mulally*
- HB 1129. An Act to establish requirements for livestreamed public meetings. *Mulally*



SB 195 - Expenditure Authority

An Act to appropriate money for the ordinary expenses of the legislative, judicial, and executive departments of the state, the expenses of state institutions, interest on the public debt, and for common schools.

SDRS expenditure authority changes for FY 2022:

- **Decrease** of \$47,000 in other fund expenditure authority - Completed purchase of **audio-visual equipment for new space and security enhancements** for office
- **Shift** of \$87,021 in other fund expenditure authority from operating expenses to personal services - Hired **full-time attorney to reduce contractual services** of external legal counsel