

**Chapter ETF 1****DEFINITIONS****ETF 1.01 Definitions**

**ETF 1.01 Definitions.** The following are definitions for words, phrases and terms used in all ETF rules:

(1) "Department" means the department of employe trust funds created by section 15.16, Wis. Stats.

(2) "Board" means the employe trust funds board created by section 15.16 (1), Wis. Stats.

(3) "Retirement program" means a retirement fund or system created by chapter 41 or 42, Wis. Stats.

(4) "Creditable service" has the meaning set forth in section 41.09, Wis. Stats., relative to the Wisconsin retirement fund; section 42.245, Wis. Stats., relative to the state teachers retirement system; and section 42.78, Wis. Stats., relative to the Milwaukee teachers retirement fund.

(a) Creditable service under the Milwaukee teachers retirement fund shall be granted after the effective date of this paragraph for teaching service performed for governmental agencies other than the city of Milwaukee pursuant to s. 42.70 (2) (s), 42.78 (1) (a), 42.81 and 42.91 only if:

1. The teacher was a member of the Milwaukee teachers retirement fund on August 31, 1958, has not received a separation benefit since that date and the teaching service for which creditable service is requested was prior to September 1, 1958.

2. The member has 10 or more years of teaching service in the city of Milwaukee and the outside teaching credit granted, when added to the member's separate, combined and formula teaching service in the city of Milwaukee, does not exceed 35 years for benefit computation purposes.

a. If at the time of a benefit computation the total service exceeds 35 years, any payment made previously for outside teaching service which cannot be used shall be transferred to the additional contributions of such member.

3. The member applies in writing for such credit giving pertinent details on when, where and for whom such teaching service was performed.

4. Such service is verified by the school, successor school district or public retirement plan.

5. The applicable public retirement plan certifies to the fund that the member is not entitled to any benefit, absolute, contingent or otherwise, from such plan as a result of such service.

6. The member makes the contributions which would have been required if the service to be credited had been subject to s. 42.80 at the

time the teacher became a member of the Milwaukee teachers retirement fund, or if later, at the time the teacher returned to covered Milwaukee teaching after such period of outside teaching. The amount due shall be increased by the interest such contributions would have earned had they been paid at such time and had been transferred to the retirement deposit fund on September 1, 1959.

(5) "Earnings for services rendered", as set forth in sections 40.11 (2) (a) and (5), 41.02 (6) (a) and (18), 42.40 (6a) and 42.80 (8) Wis. Stats.:

(a) Means the gross amount available for payment to an employe as salary or wages for performance of duties or activities for the employer, or which would have been available for payment to such employe except for the employe's election that part or all of such amount be used for other purposes. Such gross amount shall be determined prior to deductions for taxes, insurance premiums, retirement contributions or deposits, charitable contributions, etc.

(b) Does not mean payments made for reasons other than performance of duties or activities, including but not limited to the types of payments listed below:

1. Payments contingent on the employe providing the employer with or assisting the employer in acquiring tangible or intangible property of the employe.

2. Payments contingent on the employe having attained:

a. An age greater than 50, if the employe's position is subject to section 41.11 (6) (d) 3.c. or d.

b. An age greater than 57, if the employe's position is subject to sections 20.926 or 41.11 (6) (d) 3. b.

c. An age greater than 60 for all other employes.

3. Payments contingent on the employe having terminated covered employment or having died.

4. Payments contingent on the employe terminating employment at a specified time in the future including payments to secure voluntary release of an unexpired contract of employment.

5. Damages, attorney's fees, interest or penalties paid under court judgment or by compromise settlement to satisfy a grievance or wage claim even though the amount of damages or penalties might be based on previous salary levels. Where the court directs that salary be paid for a specified period of time, however, such payment would be covered compensation applied to the period specified by the court.

6. Any amount paid in the last 5 years of employment which is the result of a change in the method of computing the base compensation of an employe, unless such change in method for computing the base compensation is a permanent change and is broadly applicable to the employes of that employer or unless such change is the result of a significant change in the nature of the duties and activities expected of the employe.

(c) For purposes of determining the formula final rate of earnings or final average compensation for any participant, if paid in any year by a

participating employer to compensate a participating employe for accrued vacation, compensatory time, overtime, or other wage amounts earned or accumulated in prior calendar or school years, shall be deemed to have been received in the year or years in which earned or accumulated. The participating employer making such payments shall certify the proper apportionment of the amounts to be applied to the respective year or years in which the vacation, compensatory time, overtime or other wage amounts were earned or accumulated. This paragraph shall not apply to any such payments made because of separation from employment, nor shall it apply to established practices under which certain amounts such as overtime earned in any calendar or school year or the last month of a calendar or school year are routinely paid to participating employes in the following year.

(d) As defined in this section, shall be used in determining the estimated primary social security benefit for purposes of calculating the maximum benefit under sections 41.11 (6), 42.245 (2) and 42.78 (2) Wis Stats., or computing the social security integrated annuity, notwithstanding the provisions of Ret 4.015 (1) (a) and Ret 4.033 (1) (a) Wis. Adm. Code.

(6) "Employer" means the state and any county, city, village, town, school district, or any other governmental unit or agency or any instrumentality created by action of 2 or more such governmental units. Insofar as feasible each agency or department of the state shall be treated as if it were a separate employer.

(7) "Statutory salary" for purposes of section 41.02 (21) (b) means the amount of compensation established pursuant to the provisions of section 20.923 (2), Wis. Stats., but no participant may elect to have an annuity computed on the basis of such statutory salary who received an increase in salary during his or her term of office.

**History:** Cr. Register, May, 1974, No. 221, eff. 6-1-74; cr. (5), Register, June, 1976, No. 246, eff. 7-1-76; cr. (6), Register, December, 1976, No. 252, eff. 1-1-77; cr. (5) (c) and (d), Register, July, 1977, No. 259, eff. 8-1-77; cr. (7), Register, August, 1977, No. 260, eff. 9-1-77; cr. (a), Register, June, 1978, No. 270, eff. 7-1-78.