

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2005**

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HOUSE BILL 2652

Short Title: Retirement System COLAs. (Public)

Sponsors: Representatives Bell, Wilson (Primary Sponsors); B. Allen, Coleman, Faison, Goodwin, Lucas, Pate, Pierce, and Wainwright.

Referred to: Pensions and Retirement.

May 25, 2006

A BILL TO BE ENTITLED

1 AN ACT TO PROVIDE COST-OF-LIVING INCREASES FOR MEMBERS OF THE
2 TEACHERS' AND STATE EMPLOYEES' RETIREMENT SYSTEM, THE
3 LOCAL GOVERNMENTAL EMPLOYEES' RETIREMENT SYSTEM, THE
4 LEGISLATIVE RETIREMENT SYSTEM, AND THE CONSOLIDATED
5 JUDICIAL RETIREMENT SYSTEM.
6

7 The General Assembly of North Carolina enacts:

8 **SECTION 1.** G.S. 135-5 is amended by adding a new subsection to read:

9 "(ooo) From and after July 1, 2006, the retirement allowance to or on account of
10 beneficiaries whose retirement commenced on or before July 1, 2005, shall be increased
11 by three and four-tenths percent (3.4%) of the allowance payable on June 1, 2006, in
12 accordance with G.S. 135-5(o). Furthermore, from and after July 1, 2006, the retirement
13 allowance to or on account of beneficiaries whose retirement commenced after July 1,
14 2005, but before June 30, 2006, shall be increased by a prorated amount of three and
15 four-tenths percent (3.4%) of the allowance payable as determined by the Board of
16 Trustees based upon the number of months that a retirement allowance was paid
17 between July 1, 2005, and June 30, 2006."

18 **SECTION 2.** G.S. 128-27 is amended by adding a new subsection to read:

19 "(hhh) From and after July 1, 2006, the retirement allowance to or on account of
20 beneficiaries whose retirement commenced on or before July 1, 2005, shall be increased
21 by two and eight-tenths percent (2.8%) of the allowance payable on June 1, 2006, in
22 accordance with subsection (k) of this section. Furthermore, from and after July 1, 2006,
23 the retirement allowance to or on account of beneficiaries whose retirement commenced
24 after July 1, 2005, but before June 30, 2006, shall be increased by a prorated amount of
25 two and eight-tenths percent (2.8%) of the allowance payable as determined by the
26 Board of Trustees based upon the number of months that a retirement allowance was
27 paid between July 1, 2005, and June 30, 2006."

1 **SECTION 3.** G.S. 120-4.22A is amended by adding a new subsection to
2 read:

3 "(u) In accordance with subsection (a) of this section, from and after July 1, 2006,
4 the retirement allowance to or on account of beneficiaries whose retirement commenced
5 on or before January 1, 2006, shall be increased by three and four-tenths percent (3.4%)
6 of the allowance payable on June 1, 2006. Furthermore, from and after July 1, 2006, the
7 retirement allowance to or on account of beneficiaries whose retirement commenced
8 after January 1, 2006, but before June 30, 2006, shall be increased by a prorated amount
9 of three and four-tenths percent (3.4%) of the allowance payable as determined by the
10 Board of Trustees based upon the number of months that a retirement allowance was
11 paid between January 1, 2006, and June 30, 2006."

12 **SECTION 4.** G.S. 135-65 is amended by adding a new subsection to read:

13 "(aa) From and after July 1, 2006, the retirement allowance to or on account of
14 beneficiaries whose retirement commenced on or before July 1, 2005, shall be increased
15 by three and four-tenths percent (3.4%) of the allowance payable on June 1, 2006, in
16 accordance with G.S. 135-5(o). Furthermore, from and after July 1, 2006, the retirement
17 allowance to or on account of beneficiaries whose retirement commenced after July 1,
18 2005, but before June 30, 2006, shall be increased by a prorated amount of three and
19 four-tenths percent (3.4%) of the allowance payable as determined by the Board of
20 Trustees based upon the number of months that a retirement allowance was paid
21 between July 1, 2005, and June 30, 2006."

22 **SECTION 5.** This act becomes effective July 1, 2006.