

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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HOUSE BILL 1015

Short Title: Local Gov't. Retiree Benefit Increases.

(Public)

Sponsors: Representative Watkins.

Referred to: Prisons and Retirement.

April 4, 1989

A BILL TO BE ENTITLED

AN ACT TO PROVIDE POST-RETIREMENT ALLOWANCE INCREASES TO CERTAIN RETIRED GENERAL EMPLOYEES, LAW OFFICERS, AND THEIR BENEFICIARIES IN THE LOCAL GOVERNMENTAL EMPLOYEES' RETIREMENT SYSTEM AND TO CERTAIN RETIRED LAW OFFICERS AND THEIR BENEFICIARIES IN THE TEACHERS' AND STATE EMPLOYEES' RETIREMENT SYSTEM.

The General Assembly of North Carolina enacts:

Section 1. G.S. 128-27 is amended by adding two new subsections to read:

"(ff) Increases in Allowances to Certain Persons Retired before July 1, 1982. From and after July 1, 1989, the retirement allowances to or on account of beneficiaries who commenced receiving retirement allowances prior to July 1, 1982, shall be increased in accordance with the following schedule:

<u>Allowances Commenced:</u>	<u>Percentage Increases:</u>
<u>On and after July 1, 1980</u>	
<u>but before July 1, 1982</u>	<u>4.0%</u>
<u>On and after July 1, 1977</u>	
<u>but before July 1, 1980</u>	<u>6.6%</u>
<u>Before July 1, 1977</u>	<u>9.0%</u>

The post-retirement allowance increases provided by this subsection shall not apply to or on account of beneficiaries retired from the Law Enforcement Officers' Retirement System or the Law Enforcement Officers' Benefit and Retirement Fund. The post-retirement allowance increases provided by this subsection shall be in addition to any other post-retirement allowance increases provided under this Article by the 1989

1 Session of the General Assembly so as not to be compounded on any other such post-  
2 retirement allowance increases that may be granted by the 1989 Session of the General  
3 Assembly.

4 (gg) Increases in Allowances to Certain Persons Retired before July 1, 1981.  
5 From and after July 1, 1989, the retirement allowances to or on account of beneficiaries  
6 who commenced receiving retirement allowances from the Law Enforcement Officers'  
7 Retirement System or the Law Enforcement Officers' Benefit and Retirement Fund prior  
8 to July 1, 1981, shall be increased in accordance with the following schedule:

9 Allowances Commenced:           Percentage Increases:

10 On and after July 1, 1980

11 but before July 1, 1981 2.3%

12 On and after July 1, 1977

13 but before July 1, 1980 9.3%

14 On and after July 1, 1976

15 but before July 1, 1977 14.3%

16 Before July 1, 1976 21.3%

17 The post-retirement allowance increases provided by this subsection shall be in addition  
18 to any other post-retirement allowance increases provided under this Article by the 1989  
19 Session of the General Assembly so as not to be compounded on any other such post-  
20 retirement allowance increases that may be granted by the 1989 Session of the General  
21 Assembly."

22 Sec. 2. G.S. 135-5 is amended by adding a new subsection to read:

23 "(pp) Increases in Allowances to Certain Persons Retired before July 1, 1981.  
24 From and after July 1, 1989, the retirement allowances to or on account of beneficiaries  
25 who commenced receiving retirement allowances from the Law Enforcement Officers'  
26 Retirement System or the Law Enforcement Officers' Benefit and Retirement Fund prior  
27 to July 1, 1981, shall be increased in accordance with the following schedule:

28 Allowances Commenced:           Percentage Increases:

29 On and after July 1, 1980

30 but before July 1, 1981 2.3%

31 On and after July 1, 1977

32 but before July 1, 1980 9.3%

33 On and after July 1, 1976

34 but before July 1, 1977 14.3%

35 Before July 1, 1976 21.3%

36 The post-retirement allowance increases provided by this subsection shall be in addition  
37 to any other post-retirement allowance increases provided under this Article by the 1989  
38 Session of the General Assembly so as not to be compounded on any other such post-  
39 retirement allowance increases that may be granted by the 1989 Session of the General  
40 Assembly."

41 Sec. 3. To the extent possible, the provisions of this act shall be funded by  
42 the use of unencumbered actuarial gains as of December 31, 1987, in the Local  
43 Government Employees' Retirement System and the Teachers' and State Employees'

- 1 Retirement System immediately after application of the gains for post-retirement
- 2 allowance increases in accordance with G.S. 135-5(o) and G.S. 128-27(k).
- 3       Sec. 4. This act shall become effective July 1, 1989.