

TABLED



NORTH CAROLINA GENERAL ASSEMBLY
AMENDMENT
Senate Bill 257

AMENDMENT NO. A12
(to be filled in by
Principal Clerk)

S257-AMR-7 [v.7]

Page 1 of 2

Amends Title [NO]
Second Edition

Date _____, 2017

Senator Waddell

1 moves to amend the bill on page 5, lines 35-36, by inserting the following between the lines:

2 "Transfer to Reserve for Retiree Cost-of-Living Adjustments 88,000,000 88,000,000";

3
4 and to amend the bill on page 6, lines 2-3, by decreasing the amount referenced on those lines
5 by one hundred seventy-six million dollars (\$176,000,000);

6
7 and to amend the bill on page 333, lines 25-43, by deleting those lines;

8
9 and to amend the bill on page 333, lines 44-45, by inserting the following new section to read:

10
11 **"RETIREE COST-OF-LIVING ADJUSTMENT**

12 **SECTION 35.20A.(a)** G.S. 135-5 is amended by adding a new subsection to read:

13 "(vvv) From and after July 1, 2017, the retirement allowance to or on account of
14 beneficiaries whose retirement commenced on or before July 1, 2016, shall be increased by two
15 percent (2%) of the allowance payable on June 1, 2017, in accordance with G.S. 135-5(o).
16 Furthermore, from and after July 1, 2017, the retirement allowance to or on account of
17 beneficiaries whose retirement commenced after July 1, 2016, but before June 30, 2017, shall
18 be increased by a prorated amount of two percent (2%) of the allowance payable as determined
19 by the Board of Trustees based upon the number of months that a retirement allowance was
20 paid between July 1, 2016, and June 30, 2017."

21 **SECTION 35.20A.(b)** G.S. 135-65 is amended by adding a new subsection to
22 read:

23 "(gg) From and after July 1, 2017, the retirement allowance to or on account of
24 beneficiaries whose retirement commenced on or before July 1, 2016, shall be increased by two
25 percent (2%) of the allowance payable on June 1, 2017. Furthermore, from and after July 1,
26 2017, the retirement allowance to or on account of beneficiaries whose retirement commenced
27 after July 1, 2016, but before June 30, 2017, shall be increased by a prorated amount of two
28 percent (2%) of the allowance payable as determined by the Board of Trustees based upon the
29 number of months that a retirement allowance was paid between July 1, 2016, and June 30,
30 2017."

31 **SECTION 35.20A.(c)** G.S. 120-4.22A is amended by adding a new subsection to
32 read:



* S 2 5 7 - A M R - 7 - V - 7 *

NORTH CAROLINA GENERAL ASSEMBLY
AMENDMENT
Senate Bill 257

TABLED

AMENDMENT NO. A12
(to be filled in by
Principal Clerk)

S257-AMR-7 [v.7]

Page 2 of 2

1 "(aa) In accordance with subsection (a) of this section, from and after July 1, 2017, the
2 retirement allowance to or on account of beneficiaries whose retirement commenced on or
3 before January 1, 2017, shall be increased by two percent (2%) of the allowance payable on
4 June 1, 2017. Furthermore, from and after July 1, 2017, the retirement allowance to or on
5 account of beneficiaries whose retirement commenced after January 1, 2017, but before June
6 30, 2017, shall be increased by a prorated amount of two percent (2%) of the allowance payable
7 as determined by the Board of Trustees based upon the number of months that a retirement
8 allowance was paid between January 1, 2017, and June 30, 2017."

9 **SECTION 35.20A.(d)** There is established in the General Fund the Reserve for
10 Retiree Cost-of-Living Adjustments (Reserve). The Office of the State Controller shall reserve
11 from funds available in the General Fund the sum of eighty-eight million dollars (\$88,000,000)
12 for the 2017-2018 fiscal year and the sum of eighty-eight million dollars (\$88,000,000) for the
13 2018-2019 fiscal year to the Reserve. Funds in the Reserve shall be used only to implement the
14 cost-of-living adjustments authorized by this section.";

15
16 and by adjusting the appropriate totals accordingly.

SIGNED _____
Amendment Sponsor

SIGNED _____
Committee Chair if Senate Committee Amendment

ADOPTED _____ FAILED _____ TABLED _____