

1.1 moves to amend S.F. No.; H.F. No. 2237, as follows:

1.2 Page 2, line 24, after "postretirement adjustment" insert "as determined under this
1.3 subdivision" and after "January 1" insert ". The postretirement adjustment to the annuity or
1.4 benefit is determined by multiplying the monthly amount of the annuity or benefit by the
1.5 percentage of increase specified in paragraph (b), after taking into account any reduction
1.6 to the percentage of increase required under paragraph (c)." and strike ", as follows:"

1.7 Page 3, after line 2, insert:

1.8 "(b) As of each January 1, the percentage of increase is 1.5 percent unless the federal
1.9 Social Security Administration has announced a cost-of-living adjustment pursuant to United
1.10 States Code, title 42, section 415(i), in the last quarter of the preceding calendar year that
1.11 is greater than 1.5 percent. If the cost-of-living adjustment announced by the federal Social
1.12 Security Administration is greater than 1.5 percent, the percentage of increase is the lesser
1.13 of the cost-of-living adjustment announced by the federal Social Security Administration
1.14 or 1.75 percent, unless, on January 1, either clause (1) or (2) are true, in which case the
1.15 percentage of increase is 1.5 percent.

1.16 (1) The market value of assets equals or is less than 85 percent of the actuarial accrued
1.17 liabilities as reported by the plan's actuary in the most recent two consecutive annual actuarial
1.18 valuations.

1.19 (2) The market value of assets equals or is less than 80 percent of the actuarial accrued
1.20 liabilities as reported by the plan's actuary in the most recent annual actuarial valuation.

1.21 (c) (1) If the recipient of a retirement annuity, disability benefit, or survivor benefit has
1.22 been receiving the annuity or benefit for at least 12 full months as of the June 30 of the
1.23 calendar year immediately before the adjustment, there is no reduction in the percentage of
1.24 increase.

1.25 (2) If the recipient of a retirement annuity, disability benefit, or survivor benefit has
1.26 been receiving the annuity or benefit for at least one full month, but less than 12 full months,
1.27 as of the June 30 of the calendar year immediately before the adjustment, the percentage of
1.28 increase is multiplied by a fraction, the numerator of which is the number of months that
1.29 the person received the annuity or benefit and the denominator of which is 12."

1.30 Page 3, delete lines 3 to 13

1.31 Page 3, line 14, strike "(b)" and insert "(d)"