

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL
No. 2552 Session of
1978

INTRODUCED BY GALLAGHER, LINCOLN, MILANOVICH, PANCOAST, BURNS,
BRUNNER, O'KEEFE AND DAVIES, JUNE 7, 1978

REFERRED TO COMMITTEE ON EDUCATION, JUNE 7, 1978

AN ACT

1 Amending Title 24 (Education) of the Pennsylvania Consolidated
2 Statutes, further providing for cost-of-living adjustments of
3 supplemental annuities.

4 The General Assembly of the Commonwealth of Pennsylvania
5 hereby enacts as follows:

6 Section 1. Section 8349 (a) and (b) of Title 24, act of
7 November 25, 1970 (P.L.707, No.230), known as the Pennsylvania
8 Consolidated Statutes are amended to read:

9 § 8348. Supplemental annuities.

10 (a) General rule.--Every annuitant who is in receipt of a
11 superannuation, withdrawal or disability annuity, shall continue
12 to receive such annuity and beginning July 1, [1974,] 1978, any
13 annuitant who retired on or prior to July 1, [1973,] 1976, shall
14 receive a cost-of-living supplement determined as a percentage
15 applied to the entire retirement annuity as of June 30, [1974.
16 Beginning July 1, 1974, any annuitant whose effective date of
17 retirement is after July 1, 1973 and prior to March 1, 1974
18 shall receive a supplement determined as an adjustment of 5%

1 applied to the entire retirement annuity on the effective date
2 of retirement. All supplements provided in this subsection]
3 1978. Such cost-of-living supplement shall be payable under the
4 same terms and conditions as provided under the option plan in
5 effect as of June 30, [1974.] and shall be of the year of
6 adjustment a constant proportion of percentage increases in the
7 Consumer Price Index for all Urban Consumers, Bureau of Labor
8 Statistics, United States Department of Labor (CPIU) prepared
9 and published by the United States Department of Labor
10 Statistics. For increases payable July 1, 1978 each percentage
11 factor shall be equal to two-thirds of the percentage change in
12 said index from June 1973 or June of the fiscal year of
13 retirement, whichever is later, to June 1977. In 1979 and each
14 year thereafter between January 1, and February, the retirement
15 board shall determine the percentage change in the Consumer
16 Price Index for all Urban Consumers, Bureau of Labor Statistics,
17 United States Department of Labor (CPIU) from the later of June
18 1977 or June of the year preceding the most recent cost-of-
19 living adjustment to June of the year preceding the
20 determination. On the basis of the determination and effective
21 July 1 thereafter each annuity paid as of this date to a member
22 who retired at least two years prior to this date shall be
23 adjusted by two-thirds of the percentage change in the Consumer
24 Price Index so determined.

25 [(b) Cost-of-living adjustment factors.--The percentage
26 which is to be applied in the determination of the cost-of-
27 living supplements shall be determined on the basis of the
28 effective date of retirement as follows:

Effective date of retirement	Percentage factor
After July 1, 1971 through July 1, 1973	5%

1	After July 1, 1970 through July 1, 1971	10%
2	After July 1, 1969 through July 1, 1970	15%
3	After July 1, 1968 through July 1, 1969	20%
4	After July 1, 1967 through July 1, 1968	25%
5	On or prior to July 1, 1967	30%]
6	* * *	
7	Section 2. This act shall take effect in 60 days.	