

**PROPOSED AMENDMENTS TO
SENATE BILL 861**

1 On page 4 of the printed bill, delete lines 24 through 26 and insert:

2 “(b) Cost-of-living adjustments under ORS 238.360 or 238A.210 to the re-
3 tirement allowance paid to an alternate payee shall be calculated on the
4 basis of the amount of the alternate payee’s yearly allowance or yearly pen-
5 sion or benefit, as those terms are defined in ORS 238.360 and 238A.210.”.

6 On page 5, delete lines 14 through 44 and insert:

7 **“SECTION 8. (1) As used in this section:**

8 **“(a) ‘Yearly allowance’ has the meaning given that term in ORS**
9 **238.360.**

10 **“(b) ‘Yearly pension or benefit’ has the meaning given that term in**
11 **ORS 238A.210.**

12 **“(2) Each year, the Public Employees Retirement Board shall make**
13 **a supplementary payment to each member or member’s beneficiary.**
14 **The supplementary payment shall be equal to 0.25 percent of the**
15 **member’s or member’s beneficiary’s yearly allowance or yearly pen-**
16 **sion or benefit, but in no event may the supplementary payment ex-**
17 **ceed \$150.**

18 **“(3) In addition to the supplementary payment under subsection (2)**
19 **of this section, the board shall make an additional supplementary**
20 **payment each year to each member or member’s beneficiary with a**
21 **yearly allowance or yearly pension or benefit of \$20,000 or less. A**
22 **supplementary payment made under this subsection shall be equal to**

1 **0.25 percent of the member's or member's beneficiary's yearly allow-**
2 **ance or yearly pension or benefit.**

3 **“(4) The board shall make the first supplementary payments under**
4 **subsections (2) and (3) of this section in 2014.**

5 **“(5) A supplementary payment made under this section may not be**
6 **included in a member's or member's beneficiary's yearly allowance or**
7 **yearly pension or benefit for purposes of calculating cost-of-living ad-**
8 **justments under ORS 238.360, 238.575 or 238A.210.**

9 **“(6) The board shall pay supplementary payments under this section**
10 **out of the reserve account established under ORS 238.670 (1).**

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“REPORT TO LEGISLATURE

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14 **“SECTION 9. On or before September 30, 2018, the Public Employees**
15 **Retirement Board shall report to the Governor, the President of the**
16 **Senate and the Speaker of the House of Representatives on:**

17 **“(1) Recommendations relating to the cost-of-living adjustment**
18 **under the Public Employees Retirement System;**

19 **“(2) Recommendations relating to the continuation of supplemen-**
20 **tary payments to members and members' beneficiaries under section**
21 **8 of this 2013 special session Act; and**

22 **“(3) Recommendations on approaches to calculating cost-of-living**
23 **adjustments under the system that take into consideration a retired**
24 **member's years of creditable service.”.**

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