## MAINE STATE LEGISLATURE

The following document is provided by the

LAW AND LEGISLATIVE DIGITAL LIBRARY

at the Maine State Law and Legislative Reference Library

http://legislature.maine.gov/lawlib



Reproduced from scanned originals with text recognition applied (searchable text may contain some errors and/or omissions)

| 1                          | L.D. 1818  |
|----------------------------|--|
| 2                          | (Filing No. S-184)   |
| 3<br>4<br>5<br>6           | STATE OF MAINE<br>SENATE<br>113TH LEGISLATURE<br>FIRST REGULAR SESSION   |
| 7<br>8                     | SENATE AMENDMENT "A" to S.P. 617, L.D. 1818, Bill, "AN ACT to Amend the State Retirement Laws."  |
| 9<br>10                    | Amend the bill by striking out everything after the title and inserting in its place the following:  |
| 11<br>12<br>13             | 'Sec. 1. 5 MRSA \$17906, sub-\$2, ¶B, as enacted by PL 1985, c. 801, §\$5 and 7, is repealed and the following enacted in its place:   |
| 14<br>15                   | B. Disability retirement benefits shall be calculated as follows:  |
| 16<br>17<br>18<br>19<br>20 | (1) The initial disability retirement benefit shall be reduced if necessary so that the benefit plus any benefits under paragraph A do not exceed 80% of the beneficiary's average final compensation; |
| 21<br>22<br>23<br>24       | (2) Subsequent cost-of-living adjustments<br>applied to any benefit listed under para-<br>graph A shall be excluded from the calcula-<br>tions under subparagraph (1); and                             |
| 25<br>26<br>27<br>28       | (3) Adjustments under section 17806 shall be applied to that portion of disability retirement benefits calculated under subparagraph (1).  |
| 29<br>30<br>31             | Sec. 2. 5 MRSA §18506, sub-§2, ¶B, as enacted by PL 1985, c. 801, §§5 and 7, is repealed and the following enacted in its place:   |
| 32<br>33                   | B. Disability retirement benefits shall be calculated as follows:  |
| 34                         | (1) The initial disability retirement bene-  |

## SENATE AMENDMENT "A" to S.P. 617, L.D. 1818

| 1<br>2<br>3<br>4    | fit shall be reduced if necessary so that<br>the benefit plus any benefits under para-<br>graph A do not exceed 80% of the beneficia-<br>ry's average final compensation; |
|---------------------|---|
| 5<br>6<br>7<br>8    | (2) Subsequent cost-of-living adjustments applied to any benefit listed under paragraph A shall be excluded from the calculations under subparagraph (1); and             |
| 9<br>10<br>11<br>12 | (3) Adjustments under section 18407 shall be applied to that portion of disability retirement benefits calculated under subparagraph (1).                                 |
| 13                  | FISCAL NOTE   |

This bill will result in a minor net cost to the Maine State Retirement System.'

1

14

## SENATE AMENDMENT "A" to S.P. 617, L.D. 1818

| 2<br>3<br>4<br>5<br>6<br>7<br>8<br>9 | This amendment makes it clear that the cost-of-living adjustments to the disability pension from the Maine State Retirement System apply only to the amount remaining after the offset for Social Security or workers' compensation. Those latter 2 pensions have their own cost-of-living adjustments. This amendment eliminates the offset of Social Security or workers' compensation adjustments against the Maine State Retirement System disability pension. |
|--------------------------------------|--|
| 11<br>12                             | (Sen. Berube) SPONSORED BY: Rogato Bowles  |
| 13                                   | COUNTY: Androscoggin   |
|                                      |  |

STATEMENT OF FACT

Reproduced and Distributed Pursuant to Senate Rule 12. 6-11-87 (Filing Number S-184)

3423061187