



128th MAINE LEGISLATURE

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Legislative Document

No. 726

H.P. 510

House of Representatives, February 28, 2017

An Act To Restore Full Cost-of-living Increases for All Maine State Retirees

Reference to the Committee on Appropriations and Financial Affairs suggested and ordered printed.

R(+ B. Hunt

ROBERT B. HUNT Clerk

Presented by Representative ESPLING of New Gloucester. (BY REQUEST)

1	Be it enacted by the People of the State of Maine as follows:
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Sec. 1. 5 MRSA §17806, sub-§1, ¶A, as amended by PL 2015, c. 334, §1, is
further amended to read:

A. Except as provided in paragraphs paragraph A-1 and A-2, whenever there is a percentage increase in the Consumer Price Index from July 1st to June 30th, the board shall automatically make an equal percentage increase in retirement benefits, beginning in September, up to a maximum annual increase of 3%. Effective July 1, 2011, the increase applies to that portion of the retirement benefit up to \$20,000, which amount must be indexed in subsequent years by the same percentage adjustments granted under this paragraph and paragraph A-2.

11 Sec. 2. 5 MRSA §17806, sub-§1, ¶A-2, as corrected by RR 2015, c. 2, §4, is 12 repealed.

13 SUMMARY

14 This bill removes the limitation, put in place in 2011, to the cost-of-living increase 15 for persons receiving state retirement benefits that applies the increase only to the first 16 \$20,000 of retirement benefits. This bill returns application of the cost-of-living increase 17 to the full benefit.