

**SENATE . . . . . No. 1085**

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**The Commonwealth of Massachusetts**

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**In the Year Two Thousand Nine**  
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An Act relative to increasing the cost of living adjustment (cola) base..

*Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:*

1           SECTION 1. Subdivision (1) of section 22C of chapter 32 of the General Laws, as  
2 amended by section 1 of chapter 377 of the acts of 2008, is hereby further amended by striking  
3 out, in the first sentence of the second paragraph thereof, the words “June 30, 2025” and  
4 inserting in place thereof the following words, June 30, 2028.

5           SECTION 2. Section 22D of said chapter 32, as appearing in the 2006 Official Edition,  
6 is amended by inserting in line 29 after the word “approve” the following words: - provided  
7 further, however, that in the event that a system has accepted the provisions of paragraph (j) of  
8 Section 103, the funding schedule, and any updates thereto, shall be designed to reduce the  
9 unfunded actuarial liability of said system to zero as of such year, that may be subsequent to June  
10 30, 2028, as the commission shall approve.

11           SECTION 3. Paragraph (c) of section 102 of said chapter 32, as appearing in the 2006  
12 Official Edition, is amended by striking out in lines 32, 36 and 43 the dollar amount “\$12,000”  
13 and inserting in place thereof the following dollar amount: - \$16,000.

14 SECTION 4. Section 103 of said chapter 32 is amended by inserting the following new  
15 paragraph: -

16 (j) Notwithstanding the provisions of paragraph (a) to the contrary, the board of any  
17 system may, by accepting the provisions of this paragraph as hereinafter provided, elect to pay a  
18 cost-of-living adjustment on a base amount greater than \$12,000. Acceptance of this paragraph  
19 shall be by a majority vote of the board of such system, subject to the approval of the legislative  
20 body. For the purpose of this paragraph, "legislative body" shall mean, the city council in  
21 accordance with its charter, in the case of a town, the town meeting, in the case of a county or  
22 region, the county or regional retirement board advisory council, in the case of a district, the  
23 district members, and, in the case of an authority, the governing body. Acceptance of this  
24 paragraph shall be deemed to have occurred upon the filing of the certification of such vote with  
25 the commission. A decision to accept the provisions of this paragraph may not be revoked.  
26 Notwithstanding the provisions of subdivision (6A) of Section 22 or Section 22D to the contrary,  
27 for each system that has accepted the provisions of this paragraph, the board, in consultation with  
28 the commission, shall prepare a funding schedule which shall reflect the costs and the actuarial  
29 liabilities attributable to the cost of living allowance that may be paid in accordance with the  
30 provisions of this paragraph and said schedule shall be designed to reduce the applicable  
31 retirement system's pension liability to zero by such year, that may be subsequent to June 30,  
32 2028, as approved by the commission. The board shall file revised funding schedules triennially  
33 with the joint committee on public service until such costs and liabilities are reduced to zero.

34 SECTION 5. The provisions of sections one and three of this act shall take effect for  
35 cost of living adjustments to be made, in accordance with the provisions of section 102 of said  
36 chapter 32, commencing July 1, 2009.