

**History Of Benefit Increases To Retirees
JULY 1,1960 TO PRESENT**

<u>DATE</u>	<u>INCREASE DESCRIPTION</u>
7/1/1960	Retirees benefit recomputed in accordance with new benefit formula of .25% of first \$1,320; 1% of next \$2,880 and 1.25% of excess over \$4,200 of final compensation (five years prior to retirement).
7/1/1962	Retirees benefit recomputed in accordance with new benefit formula of 1% of first \$4,800 and 1.25% of excess over that amount and changed final compensation to five highest years out of last 10.
7/1/1964	All cases involving new definition of final compensation were recomputed. Final compensation was changed to five highest out of last 15 years.
7/1/1966	Retirees benefit recomputed in accordance with new benefit formula of 1.47% for each year of service if service requirement of new act met.
7/1/1970	CERS and KERS monthly disability recipients had benefit recomputed in accordance with new formulas, except there could be no reduction.
7/1/1972	Persons entitled to receive benefits under KRS 61.510 to 61.700 had benefits increased by 6.67%. SPRS received 7.5% increase.
7/1/1976	Recipients received 2% for each year since retirement date up to a maximum of 20% -- except early retirees did not qualify unless they were within 5 years of normal retirement age. Fractional year was prorated.
7/1/1977	Recipients received 1/12 of 2% for each month since retirement date up to a maximum of 2% -- except early retirees did not qualify unless they were within 5 years of normal retirement age.
7/1/1978	Insurance coverage provided to recipients. System paid amount toward member's premium based on years of service.
7/1/1979	Recipients received 1/2 of 2% for each month retired up to a maximum of 5% -- except early retirees did not qualify unless age within 5 years of normal retirement age.
7/1/1980	Recipients received 6% increase. Insurance, paid by system based on service at time of retirement, extended to include spouse and dependent children of SPRS and KERS and CERS hazardous.
7/1/1981	Recipients received 6% increase.

DATE INCREASE DESCRIPTION

7/1/1982 Increases based on following chart:

7/1/1983 Increases based on following chart:

<u>MONTHS RETIRED</u>	<u>7/82</u>	<u>7/83</u>
1 – 12	1.00%	.50%
13 – 24	2.00%	1.00%
25 – 36	3.00%	1.50%
37 – 48	4.00%	2.00%
49 – 60	5.00%	2.50%
61 – 72	6.25%	3.25%
73 – 84	7.50%	4.00%
85 – 96	8.75%	4.75%
97 – 108	10.00%	5.50%
109 – 120	11.50%	6.50%
121 – 132	13.00%	7.50%
133 – 144	14.50%	8.50%
145+	15.00%	9.50%

1/1/1985 Monthly benefit increased by \$1.00 for each year of service credit earned prior to retirement if member retired prior to 8/84.

7/1/1986 Monthly benefits of retirees increased 4%.

7/1/1987 Monthly benefits of retirees increased 4%

8/1/1988 Monthly benefits of retirees increased 4.5%.

7/1/1989 Monthly benefits of retirees increased 4.5%.

8/1/1990 Monthly benefits of retirees who began drawing prior to 1982 increased by \$2.50 for each year benefits had been drawn.

Monthly benefits of all retirees including above group increased by 4.5%.

7/1/1991 Monthly benefits of retirees increased 4.5%.

7/1/1992 Monthly benefits increased by 1% for KERS and SPRS retirees.

7/1/1993 Monthly benefits increased by 1% for KERS and SPRS retirees.

7/1/1994 Monthly benefits increased by 2.11% for KERS and SPRS retirees. (1.11% given 7/1/94 and 1% given retroactive to 7/1/94 on November 1994 check)

Monthly benefits increased by 2.11% for CERS retirees.

DATE INCREASE DESCRIPTION

7/1/1995	Monthly benefits increased 2.11% for all recipients.
8/1/1996	2.8% increase based on CPI for calendar year 1995.
7/1/1997	3.0% increase based on CPI for calendar year 1996.
7/1/1998	2.3% increase based on CPI for calendar year 1997.
7/1/1999	1.6% increase based on CPI for calendar year 1998.
7/1/2000	2.2% increase based on CPI for calendar year 1999.
7/1/2001	3.4% increase based on CPI for calendar year 2000.
7/1/2002	2.85% increase based on CPI for calendar year 2001.
7/1/2003	1.6% increase based on CPI for calendar year 2002.
7/1/2004	2.3% increase based on CPI for calendar year 2003.
7/1/2005	2.7% increase based on CPI for calendar year 2004.
7/1/2006	3.4% increase based on CPI for calendar year 2005.
7/1/2007	3.2% increase based on CPI for calendar year 2006.
7/1/2008	2.8% increase based on CPI for calendar year 2007.
7/1/2009	1.5% increase based on HB 1 (2008 Special Session).
7/1/2010	1.5% increase based on HB 1 (2008 Special Session).
7/1/2011	1.5% increase based on HB 1 (2008 Special Session).
7/1/2012	COLA suspended per HB 265 (2012 Regular Session).
7/1/2013	COLA suspended per HB 265 (2012 Regular Session).
7/1/2014	COLA indefinitely suspended per SB 2 (2013 Regular Session). <i>Language included in Senate Bill 2 during the 2013 Regular Session now says COLAs will only be granted in the future if the KRS Board determines that assets of the system are greater than 100% of the actuarial liabilities and legislation authorizes the use of surplus funds for the COLA; or the General Assembly fully prefunds the COLA or directs the payment of funds in the year the COLA is provided.</i>