By: Eckhardt, Zaffirini

## A BILL TO BE ENTITLED

S.B. No. 574

1 AN ACT

2 relating to an annual adjustment for inflation to the monthly

- 3 amount of longevity pay for state employees.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 659.044, Government Code, is amended by
- 6 amending Subsection (a) and adding Subsections (a-1) and (a-2) to
- 7 read as follows:
- 8 (a) Except as provided by Subsections (e) and (f) and
- 9 Section 659.0445, the monthly amount of longevity pay is the amount
- 10 set by the comptroller under Subsection (a-1) [\$20] for every two
- 11 years of lifetime service credit.
- 12 <u>(a-1)</u> Not later than July 1 of each year, the comptroller
- 13 shall set the amount of longevity pay for purposes of Subsection (a)
- 14 in the manner provided by this subsection. The comptroller shall
- 15 increase the amount of longevity pay in effect on the date the
- 16 increase is made by an amount equal to the product of the amount of
- 17 longevity pay in effect on that date and the percentage increase, if
- 18 any, in an index considered by the comptroller to most accurately
- 19 report annual changes in the purchasing power of the dollar for
- 20 consumers in this state. The increased amount of longevity pay is
- 21 effective for the 12-month period beginning on September 1 of the
- 22 year in which the increase is made. Not later than August 1 of each
- 23 year, the comptroller shall publish notice of the increased amount
- 24 of longevity pay determined under this subsection and the period

- 1 for which that amount will be effective in the Texas Register and
- 2 post that information in a prominent location on the comptroller's
- 3 Internet website.
- 4 (a-2) Notwithstanding Subsection (a-1), for the state
- 5 fiscal year beginning September 1, 2025, and ending August 31,
- 6 2026, the comptroller shall set the amount of longevity pay for
- 7 purposes of Subsection (a) in an amount equal to the sum of \$20 and
- 8 the product of \$20 and the percentage increase, if any, in an index
- 9 considered by the comptroller to most accurately report annual
- 10 changes in the purchasing power of the dollar for consumers in this
- 11 state. This subsection expires September 1, 2026.
- 12 SECTION 2. The comptroller of public accounts shall
- 13 calculate the amount of longevity pay in effect for the state fiscal
- 14 year beginning September 1, 2025, in the manner required by Section
- 15 659.044(a-2), Government Code, as added by this Act. In the state
- 16 fiscal year beginning September 1, 2026, and in subsequent state
- 17 fiscal years, the comptroller of public accounts shall calculate
- 18 the amount of longevity pay in effect for the applicable state
- 19 fiscal year in the manner required by Section 659.044(a-1),
- 20 Government Code, as added by this Act.
- 21 SECTION 3. This Act takes effect immediately if it receives
- 22 a vote of two-thirds of all the members elected to each house, as
- 23 provided by Section 39, Article III, Texas Constitution. If this
- 24 Act does not receive the vote necessary for immediate effect, this
- 25 Act takes effect September 1, 2025.