

By: Lucio

S.B. No. 492

A BILL TO BE ENTITLED

AN ACT

relating to a cost of living increase applicable to benefits paid by the Teacher Retirement System of Texas.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subchapter A, Chapter 824, Government Code, is amended by adding Section 824.007 to read as follows:

Sec. 824.007. ADJUSTMENT FOR COST OF LIVING. (a) The amount of a monthly service retirement benefit, disability retirement benefit, or death benefit paid under this chapter is increased to include a five percent cost-of-living adjustment in accordance with this section.

(b) The board of trustees shall recompute the amount of a benefit paid monthly under this chapter by applying the five percent adjustment to the monthly amount otherwise required to be paid as determined in accordance with the other applicable provisions of this chapter.

SECTION 2. This Act applies only to a benefit paid by the Teacher Retirement System of Texas on or after January 1, 2008.

SECTION 3. This Act takes effect September 1, 2007.