By: Parker S.B. No. 1892

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to providing a cost-of-living adjustment applicable to
3	certain benefits paid by the Employees Retirement System of Texas.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter G, Chapter 814, Government Code, is
6	amended by adding Section 814.605 to read as follows:
7	Sec. 814.605. COST-OF-LIVING ADJUSTMENT FOR CERTAIN
8	ANNUITANTS: JANUARY 2026. (a) The amount of a death benefit paid
9	under this chapter to an annuitant based on service credited in the
10	employee class is increased to include a cost-of-living adjustment
11	in accordance with this section.
12	(b) Subject to Subsections (c) and (d), to be eligible for
13	<pre>the adjustment:</pre>
14	(1) a person must be:
15	(A) for the month of December 2025, an annuitant
16	eligible to receive a death benefit annuity payment under Section
17	814.301, 814.302, or 814.305; and
18	(B) the surviving spouse or the guardian of the
19	surviving minor children of the deceased member on whose service
20	the annuity is based; and
21	(2) the deceased member described by Subdivision
22	(1)(B) must have been employed by the state as a law enforcement
23	officer at the time of the member's death which must have been ar
24	occupational death, as determined by the executive director.

- 1 (c) The adjustment does not apply to benefit payments based
- 2 on service credited in the elected class.
- 3 (d) To be eligible for the adjustment under this section:
- 4 (1) the annuitant described by Subsection (b) must be
- 5 living on the effective date of the adjustment; and
- 6 (2) the date of death of the member of the retirement
- 7 system on whose service the annuity is based must have been before
- 8 September 1, 2025.
- 9 (e) An adjustment under this section must be made beginning
- 10 with an annuity payable for the month of January 2026.
- 11 (f) The amount of the adjustment provided under this section
- 12 is computed by multiplying the amount of the monthly benefit
- 13 subject to the adjustment by the following percentage rate, as
- 14 <u>applicable:</u>
- 15 (1) if the date of the death of the member of the
- 16 retirement system on whose service the annuity is based was on or
- 17 before August 31, 2014, seven percent; and
- 18 (2) if the date of the death of the member of the
- 19 retirement system on whose service the annuity is based was after
- 20 August 31, 2014, four percent.
- 21 (g) The board of trustees shall recompute the amount of a
- 22 <u>death benefit annuity paid monthly under this chapter by applying</u>
- 23 the adjustment required under Subsection (f) to the monthly amount
- 24 otherwise required to be paid. The adjustment under this section is
- 25 in addition to the adjustment, if any, granted under Section
- 26 814.604 or any other law.
- 27 (h) The board of trustees shall determine the eligibility

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- 1 for and the amount of any adjustment in monthly annuities in
- 2 accordance with this section.
- 3 SECTION 2. Section 814.605, Government Code, as added by
- 4 this Act, applies only to a monthly benefit payment made by the
- 5 Employees Retirement System of Texas on or after January 1, 2026.
- 6 SECTION 3. This Act takes effect immediately if it receives
- 7 a vote of two-thirds of all the members elected to each house, as
- 8 provided by Section 39, Article III, Texas Constitution. If this
- 9 Act does not receive the vote necessary for immediate effect, this
- 10 Act takes effect September 1, 2025.