

BILL NO.

Introduced by

(At the request of the Public Employees Retirement System)

1 A BILL for an Act to amend and reenact subdivision a of subsection 4 of section 54-52-17 of the
2 North Dakota Century Code, relating to the computation of retirement benefits.

3 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

4 **SECTION 1. AMENDMENT.** Subdivision a of subsection 4 of section 54-52-17 of the North
5 Dakota Century Code is amended and reenacted as follows:

- 6 a. Normal retirement benefits for all retirees, except supreme and district court
7 judges, reaching normal retirement date equal an annual amount, payable
8 monthly, comprised of a service benefit and a prior service benefit, as defined in
9 this chapter, which is determined as follows:

10 (1) ServiceFor members first enrolled:

- 11 (a) Before January 1, 2020, service benefit equals two percent of final
12 average salary multiplied by the number of years of service
13 employment.
14 (b) After December 31, 2019, service benefit equals one and seventy-five
15 hundredths percent of final average salary multiplied by the number of
16 years of service employment. However, if the annual valuation of the
17 fund shows a ratio of the actuarial value of assets to the actuarial
18 accrued liability for the fund is at least one hundred percent, effective
19 on the first of July immediately following this annual valuation the
20 multiplier increases to two percent of final average salary.

21 (2) Prior service benefit equals two percent of final average salary multiplied by
22 the number of years of prior service employment.