

House File 1023

S-5011

1 Amend House File 1023, as passed by the House, as follows:

2 1. By striking everything after the enacting clause and
3 inserting:

4 <Section 1. Section 97B.11, subsection 3, paragraph b,
5 subparagraphs (1) and (2), Code 2026, are amended to read as
6 follows:

7 (1) "Applicable employee percentage" means, for the fiscal
8 year beginning July 1, 2011, through the fiscal year beginning
9 July 1, 2025, the percentage rate equal to forty percent
10 of the required contribution rate for members described in
11 section 97B.49B. For the fiscal year beginning July 1, 2026,
12 and for each fiscal year thereafter, "applicable employee
13 percentage" means the percentage rate equal to fifty percent
14 of the required contribution rate for members described in
15 section 97B.49B. For the fiscal year beginning July 1, 2025,
16 and for each fiscal year thereafter, the system shall increase
17 the applicable employee percentage calculated under this
18 subparagraph for that fiscal year by one hundred twenty-five
19 thousandths of one percent.

20 (2) "Applicable employer percentage" means, for the fiscal
21 year beginning July 1, 2011, through the fiscal year beginning
22 July 1, 2025, the percentage rate equal to sixty percent
23 of the required contribution rate for members described in
24 section 97B.49B. For the fiscal year beginning July 1, 2026,
25 and for each fiscal year thereafter, "applicable employer
26 percentage" means the percentage rate equal to fifty percent
27 of the required contribution rate for members described in
28 section 97B.49B. For the fiscal year beginning July 1, 2025,
29 and for each fiscal year thereafter, the system shall decrease
30 the applicable employer percentage calculated under this
31 subparagraph for that fiscal year by one hundred twenty-five
32 thousandths of one percent.

33 Sec. 2. Section 97B.49B, subsection 1, paragraph a,
34 subparagraph (6), Code 2026, is amended to read as follows:

35 (6) For each active or inactive vested member retiring

1 on or after July 1, 2003, and before July 1, 2026, sixty
2 percent plus, if applicable, an additional three-eighths of
3 one percentage point for each additional calendar quarter of
4 eligible service beyond twenty-two years of service ~~for the~~
5 ~~member~~, not to exceed a total of twelve additional percentage
6 points.

7 Sec. 3. Section 97B.49B, subsection 1, paragraph a, Code
8 2026, is amended by adding the following new subparagraph:

9 NEW SUBPARAGRAPH. (7) For each active or inactive vested
10 member retiring on or after July 1, 2026, sixty percent plus,
11 if applicable, an additional five-eighths of one percentage
12 point for each additional calendar quarter of eligible service
13 beyond twenty-two years of service, not to exceed a total of
14 twenty additional percentage points.

15 Sec. 4. Section 97B.49B, Code 2026, is amended by adding the
16 following new subsection:

17 NEW SUBSECTION. 5. *Annual adjustment of allowance.* A
18 member who retires from employment in a protection occupation
19 on or after July 1, 2026, and who receives a monthly retirement
20 allowance under this section, shall have the monthly retirement
21 allowance adjusted as follows:

22 a. On each July 1, the monthly retirement allowance
23 authorized in this section and payable to a member retired
24 prior to that date, and to a beneficiary or contingent
25 annuitant entitled to a monthly retirement allowance prior
26 to that date, shall be adjusted by adding to the monthly
27 retirement allowance payable on that date an amount equal to
28 the sum of one and one-half percent of the monthly retirement
29 allowance payable on that date.

30 b. A retired member, beneficiary, or contingent annuitant
31 shall not be eligible for an annual readjustment of allowance
32 provided in this subsection unless the member has twenty-two
33 years of eligible service and attained the age of fifty-five
34 years prior to the member's termination of employment.

35 c. A retired member, beneficiary, or contingent annuitant

1 that receives an annual adjustment of allowance provided in
2 this subsection shall not be eligible for the retirement
3 dividends under section 97B.49F.>

COMMITTEE ON WAYS AND MEANS
DAN DAWSON, CHAIRPERSON