

February 21, 1963.

Social Security.

Pass as amended 3/13

House File 306

By MENSING, DIETZ, REPPERT, STANLEY,
OLSON, ANDERSEN of Woodbury,
MAHAN, DUFFY and RILEY.

Passed House, Date..... Passed Senate, Date.....

Vote: Ayes..... Nays..... Vote: Ayes..... Nays.....

Approved.....

A BILL FOR

An Act to amend chapter four hundred ten (410), Code 1962,
relating to increase in pensions under the retirement
system for policemen and firemen.

Be It Enacted by the General Assembly of the State of Iowa:

1 Section 1. Chapter four hundred ten (410), Code 1962, is

2 hereby amended by adding thereto the following section:

3 "Pensions payable under this chapter shall be adjusted as

4 follows:

5 1. As of the first day of July, 1963 and each July first

6 thereafter, the pension payable to each retired member who was

7 retired prior to the first day of July, 1941 in accordance with

8 section four hundred ten point six (410.6) of the Code shall be

9 adjusted to equal one-half of the amount of monthly salary

10 payable on such July first to an active member having the same

11 rank or position as was held by such retired member at the time

12 of his retirement.

13 2. As of the first day of July, 1964 retired members who were

14 retired prior to the first day of July, 1946 shall have their

15 pensions adjusted in accordance with the formula provided in this

16 section.

17 3. As of the first day of July, 1965 members who were retired

18 as of the first day of July, 1951 shall have their pensions adjusted

19 in accordance with the formula provided in this section.

20 4. As of the first day of July, 1966 the remaining members
21 shall have their pensions adjusted in accordance with the formula
22 provided in this section.

23 5. As of the first day of each July, the pension payable
24 to each surviving spouse in accordance with section four
25 hundred ten point ten (410.10) of the Code shall be adjusted
26 by recomputing such pension in accordance with the formula
27 provided in subsection one (1) of said section, using the
28 monthly salary on such July first of an active member having
29 the same rank or position as was held by such member at the
30 time of his death, in lieu of the deceased member's final
31 active-duty compensation.

32 6. The monthly pensions adjusted as provided for in this
33 section shall be payable beginning on the July first as of
34 which said adjustments are made and shall continue in effect
35 until the next following July first at which time the monthly
36 pensions shall again be adjusted.

37 7. The adjustments of pensions provided for by this section
38 shall recognize the retired or deceased member's position on the
39 salary scale within his rank at the time of his retirement or his
40 death. In event that the rank or position held by the retired
41 or deceased member at the time of his retirement or death is
42 subsequently abolished, adjustments in his or his widow's
43 pensions shall be computed as though such rank or position had
44 not been abolished and salary increases had been granted to such
45 rank or position on the same basis as that granted to other ranks
46 and positions in the departments.

47 8. Each retired member as of January 1, 1963 shall be

48 assessed and required to pay annually an amount equal to five
49 percent (5%) per annum upon the amount of the pension granted
50 by this section, which assessment shall be deducted by the city
51 or town treasurer and retained in equal monthly installments out
52 of such pensions, and credited to the pension fund created
53 under this chapter.”

1 Sec. 2. Section four hundred ten point five (410.5), Code
2 1962, is hereby amended by striking in line seven the words
3 “one percent” and inserting the words “five percent”.

1 Sec. 3. Chapter four hundred ten (410), Code 1962, is
2 hereby amended by adding thereto the following:

3 “In the event that in the future no persons are receiving
4 any payments under chapter four hundred ten (410) of the Code
5 as herein provided, all moneys remaining in the police pension
6 fund shall be placed in the police pension fund of chapter
7 four hundred eleven (411) of the Code. All moneys remaining
8 in the firemen’s pension fund shall be placed in the firemen’s
9 pension fund of chapter four hundred eleven (411) of the Code.

1 Sec. 4. The provisions of this Act shall be retroactive to
2 July 1, 1963.

EXPLANATION OF HOUSE FILE 306

This bill will provide that pensions payable to retired members of the fire or police departments, or their beneficiaries, will be adjusted up or down each year according to salaries paid to active members of these departments, and would eliminate hardships to those on a fixed pension income caused by inflationary increases in the cost of living.

HOUSE FILE 306

- 1 Amend House File 306 as follows:
2 1. Amend the title by striking all after the word "Act"
3 and inserting in lieu thereof "relating to pensions for disabled
4 and retired policemen and firemen."
5 2. Amend Section 1 by striking the word "one-half" in line
6 nine (9) and inserting in lieu thereof the word "one-third".
7 3. Amend Section 1 by striking all of subsection 4 and
8 inserting in lieu thereof the following:
9 "As of the first day of July, 1966, all members who have
10 retired after the first day of July 1, 1951, and all active members
11 upon retiring shall be paid a pension equal to one-half of the
12 amount of his monthly salary on the date of his retirement. It
13 shall also be provided that one-third of any increase in salary
14 to the position held by such retired member referred to in this
15 subsection shall be added to his pension. Pensions shall be
16 adjusted the first day of July, 1966, and each first day of
17 July thereafter."
18 4. Amend Section 1 by striking all of subsection eight (8).
19 5. Amend Section 1 by adding the following subsection:
20 "The total amount of monthly pension payable to any
21 individual under this chapter, including adjustments under this
22 section, shall at no time exceed one hundred twenty-five percent
23 (125%) of the monthly pension payable to such individual at the
24 time of his retirement."
25 6. Amend by striking all of Section 2.
26 7. Amend by striking all of Section 3.
27 8. Amend by striking all of Section 4.

Filed
March 13, 1963.

COMMITTEE ON SOCIAL SECURITY,
A. L. MENSING, *Chairman.*