

**HOUSE . . . . . No. 4316**

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Annual report of the Public Employee Retirement Administration Commission (under sections 21, 102 and 103 of Chapter 32 of the General Laws) relative to the percentum change in the average cost-of-living as shown by the United States consumer price index for the year 2019 compared with such index for the year 2018. Public Service.

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**The Commonwealth of Massachusetts**

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**In the One Hundred and Ninety-First General Court  
(2019-2020)**  
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PERAC  
COMMONWEALTH OF MASSACHUSETTS  
PUBLIC EMPLOYEE  
RETIREMENT ADMINISTRATION COMMISSION

January 13, 2020.

Mr. Steven T. James, House Clerk  
House of Representatives  
State House, Room 145  
Boston, MA 02133

Dear Mr. James:

In accordance with the provisions of Chapter 32, Section 21(3)(f), I am pleased to file this report pertaining to Cost of Living Adjustments for retirees and beneficiaries as set forth in Chapter 17 of the Acts of 1997.

Under this statute, this report consists of informing the General Court of the computation of the increase in the United States Consumer Price Index in the previous year set by the Commissioner of Social Security. Any such increase is based on the Consumer Price Index for Urban Wage Earners and Clerical Workers (CPI-W). This index is used annually to adjust benefits paid to Social Security retirees and beneficiaries.

The Social Security Administration has announced that the latest Cost of Living Adjustment (COLA) is 1.6%.

A similar report will be filed with the retirement board of each system that has accepted Chapter 17. The COLA, which any such system may grant pursuant to Chapter 32, Section 103(c) and effective July 1, 2020, will thus be 1.6%. Pursuant to Section 103(i), a Retirement Board, with proper notice to the legislative body, may elect to increase this percentage up to 3.0%, at a duly called meeting.

I hope this information is of assistance to the members of the legislature in implementing the provisions of Chapter 17.

Sincerely,

John W. Parsons, Esq.  
Executive Director