

Bylaw 16515

Annuity Bylaw Amendment No. 67

Purpose

To Amend Bylaw 2198 relating to the Annuity Fund to provide an increase in pensions in recognition of the increase in the Consumer Price Index for the one year preceeding the increase.

Readings

Bylaw 16515 is ready for three readings. If Council wishes to give three readings during a single meeting, Council must unanimously agree "That Bylaw 16515 be considered for third reading.

Advertising and Signing

This Bylaw does not require advertising.

Position of Administration

Administration supports this Bylaw

Report Summary

The amendment to Bylaw 2198 will provide an increase in pensions of 0.74% effective January 1, 2013, in recognition of the change in the Edmonton Consumer Price Index since the last bylaw amendment.

Report

- The City of Edmonton Annuity Fund was established to provide a pension benefit to retiring employees. When the Local Authorities Pension Plan was introduced, only active pensioners continued to receive benefits from the Annuity Fund. It presently provides a monthly pension benefit to one pensioner. The pension benefit paid from the Fund is \$450.78 per month

and the age of the annuitant receiving a pension is 99.

- Since January 1, 1975, pensions administered by the City of Edmonton Annuity Fund have been granted cost-of-living increases based on the Consumer Price Index for the Edmonton Region in accordance with the provisions of the Plan. The cost-of-living increases have been approved in the past through amending bylaws. The last increase granted by City Council was 1.04% as of January 1, 2012.
- The Consumer Price Index for the Edmonton Region increased by 0.74% for the period December 2011 to November 2012, resulting in an increase of 0.74% to the monthly pension in recognition of the change in the Consumer Price Index since the last bylaw amendment.

Corporate Outcomes

This Bylaw is consistent with Council corporate outcome of financial sustainability.

Attachment

1. Bylaw 16515

Others Reviewing this Report

- L. Rosen, Chief Financial Officer and Treasurer