

DEPARTMENT OF PUBLIC ENTERPRISES

NO. 739

03 JULY 2020

PROPOSED AMENDMENTS TO THE SPECIAL RULES OF THE TRANSNET SUB-FUND OF THE TRANSPORT PENSION FUND**10.19 Annual Increase**

10.19.1 The benefit received by a **Pensioner** or **Dependant** shall be increased by 2% (two per cent) compounded annually, for each completed year in respect of which the benefit has been or is received: Provided that in the case of a **Dependant**, the 2% (two per cent) enhancement of the benefit shall be calculated from the date on which the benefit first became payable to the **Pensioner**.

10.19.2 The Board may consider the granting of additional pension increases (in addition to the 2% outlined above) from time to time.

10.19.3 Any increase in pensions as provided in 10.19.2 shall be determined in line with the Fund's Pension Increase and Bonus Policy and shall be subject to:

10.19.3.1 the **Fund** being able to afford such increase according to the discretion of the **Board**;

10.19.3.2 the actuary's written confirmation that such increase is affordable by the **Fund**; and

10.19.3.3 the written approval by the **Employer**.

PROPOSED AMENDMENTS TO THE RULES OF THE TRANSNET SECOND DEFINED BENEFIT FUND**24. Annual Increase**

24.1 The pension received by a Pensioner or Beneficiary immediately before each anniversary of the date on which the pension commenced shall be increased by 2% on that anniversary, provided that in the case of a Beneficiary, the anniversary date shall be the anniversary of the date on which the pension first became payable to the Pensioner from whose membership the Beneficiary's claim is derived.

24.2 The Board may consider the granting of additional pension increases (in addition to the 2% outlined above) from time to time.

24.3 Any increase in pensions as provided in 24.2 shall be determined in line with the Fund's Pension Increase and Bonus Policy and shall be subject to:

24.3.1 the **Fund** being able to afford such increase according to the discretion of the **Board**;

24.3.2 the actuary's written confirmation that such increase is affordable by the **Fund**; and

24.3.3 the written approval by the **Employer**.