

## AUTOMATIC COLA OPTION WHAT IS IT?

Effective July 1, 2009 upon application for retirement or participation in DROP, any member may elect to receive an actuarially reduced retirement allowance plus an annual 2.5% cost-of-living adjustment. Such election shall be irrevocable and shall be effective annually on the retirement anniversary date of the retiree who is age 55 or older. This option is not applicable to disability retirement benefits.