### **Draft Regulations**

### **Draft Regulation**

An Act respecting the Civil Service Superannuation Plan (R.S.Q., c. R-12)

### Civil Service Superannuation Plan — Partition and assignment of benefits accrued under the pension plans

— Amendments

Notice is hereby given, in accordance with sections 10 and 11 of the Regulations Act (R.S.Q., c. R-18.1), that the Regulation to amend the Regulation respecting the partition and assignment of benefits accrued under the pension plans provided for by the Act respecting the Civil Service Superannuation Plan, the text of which appears below, may be made by the Government upon the expiry of 45 days following this publication.

The purpose of the draft Regulation is to amend the Regulation respecting the partition and assignment of benefits accrued under the pension plans provided for by the Act respecting the Civil Service Superannuation Plan, made by Decision of the Conseil du trésor 176507 dated 19 March 1991, following the coming into force of the Act to amend the pension plans of the public and parapublic sectors (2000, c. 32).

More particularly, the draft Regulation provides for an amendment to the formula used to establish the value of benefits accrued to a member under the pension plan, where they correspond to a pension or deferred pension, so as to include therein the new pension indexing formula applicable as of 1 January 2000 and corresponding to the highest of the following rates:

- (1) 50% of the rate of increase in the Pension Index determined under the Act respecting the Québec Pension Plan; or
- (2) the amount by which the rate of increase in the Pension Index determined under the Act respecting the Québec Pension Plan exceeds 3%.

It is also expedient to make adaptations that take into account the new notion of pension credit, considering the introduction in the pension plan of the right to redeem past service as a paid trainee.

Those amendments have no significant financial impact on the Civil Service Superannuation Plan.

Study of the matter has revealed no negative impact on the public and businesses.

Further information may be obtained by contacting Mr. Serge Birtz, director of legal and normative services, Commission administrative des régimes de retraite et d'assurances, 475, rue Saint-Amable, 7° étage, Québec (Québec) G1R 5X3; tel. (418) 644-9910, fax: (418) 644-0265.

Any interested person having comments to make on the matter is asked to send them in writing, before the expiry of the 45-day period, to Mr. Luc Bessette, Chair of the Commission administrative des régimes de retraite et d'assurances, at the above-mentioned address.

SYLVAIN SIMARD, Minister of State for Administration and the Public Service, Minister responsible for Administration and the Public Service and Chair of the Conseil du trésor

# Regulation to amend the Regulation respecting the partition and assignment of benefits accrued under the pension plans provided for by the Act respecting the Civil Service Superannuation Plan\*

An Act respecting the Civil Service Superannuation Plan (R.S.Q., c. R-12, s. 109, pars. 8.2 to 8.6; 2000, c. 32, s. 97)

**1.** Section 4 of the Regulation respecting the partition and assignment of benefits accrued under the pension plans provided for by the Act respecting the Civil Service Superannuation Plan is amended by adding the words "or counted" after the word "credited" wherever it appears in section 4.

<sup>\*</sup>The Regulation respecting the partition and assignment of benefits accrued under the pension plans provided for by the Act respecting the Civil Service Superannuation Plan, made by Decision 176507 dated 19 March 1991 of the Conseil du trésor (1991, *G.O.* 2, 1327), was last amended by the Regulation made by Decision 192648 dated 17 November 1998 of the Conseil du trésor (1998, *G.O.* 2, 4543). For previous amendments, refer to the *Tableau des modifications et Index sommaire*, Éditeur officiel du Québec, 2001, updated to 1 September 2001.

- **2.** The words "or counted" are added after the word "credited" wherever it appears in section 5.
- **3.** The following sentence is added after the word "assessment" in section 7: "Where those benefits also consist in a refund of the sums paid to purchase a pension credit, a separate calculation shall be made for the refund of those sums.".
- **4.** The following is substituted for paragraph 2 of section 8:
  - "(2) actuarial assumptions:
- (a) for the pension credits acquired under section 95 of the Act respecting the Government and Public Employees Retirement Plan (R.S.Q., c. R-10), the assumptions used shall be those used to establish the rates mentioned in Schedule IV to the Act;
- (b) for the benefits based on the salary for the bestpaid years and for the pension credits not acquired under section 95 of that Act:
- i. mortality rate: GAM-83 men and GAM-83 women (The 1983 Group Annuity Mortality Table, Transactions of the Society of Actuaries, Vol. XXXV, pp. 880 and 881), weighted equally;
- ii. interest rate: 9% for the first 15 years following the date of assessment and 6.5% for subsequent years;
- iii. rate of increase in the Pension Index within the meaning of the Act respecting the Québec Pension Plan (R.S.Q., c. R-9): 5.5% for the first 15 years following the date of assessment and 3% for subsequent years.".
- **5.** The following is substituted for the first paragraph of section 9:
- **"9.** Where the accrued benefits correspond to a pension, to a deferred pension or a pension credit, the value of those benefits is equal to "D" in the following formula:

$$d_1 + d_2 + d_3 + d_4 = D$$
, where

- "d<sub>1</sub>" represents the actuarial value of the part of any pension which, from the date on which it is paid, is indexed according to the rate of increase in the Pension Index determined under the Act respecting the Québec Pension Plan;
- "d<sub>2</sub>" represents the actuarial value of the part of any pension which, from the date on which it is paid, is indexed according to the amount by which that rate

- exceeds 3%. That value includes, where applicable, the amount of life pension added and corresponding to 1.1% of the average pensionable salary for each of the years considered under section 99.17.1 of the Act respecting the Civil Service Superannuation Plan and the temporary pension amount that is added, payable until 65 years of age and equivalent to \$230 for each of the years considered under that section;
- "d<sub>3</sub>"represents the actuarial value of the part of any pension which, from the date on which it is paid, is indexed according to the highest of the following rates:
- (1) 50% of the rate of increase in the Pension Index determined under the Act respecting the Québec Pension Plan;
- (2) the amount by which the rate of increase in the Pension Index determined under the Act respecting the Québec Pension Plan exceeds 3%;
- "d<sub>4</sub>"represents the actuarial value of each pension credit.".
- **6.** The words ", to a deferred pension or to a pension credit" are substituted for the words "or to a deferred pension" in the first paragraph of section 15.
- **7.** The following is substituted for sections 17 to 21:
- "17. If the amount paid to the spouse comes from an entitlement to a refund of contributions, to a deferred pension or a pension credit, the benefits of the public servant or former public servant shall be established in accordance with the Act and shall be recalculated as follows:
- (1) where the public servant or former public servant is entitled to a refund of contributions, the amount of his refund shall be reduced by the sums awarded to the spouse at the date of assessment and a separate calculation shall also be made in the case of a pension credit;
- (2) where the public servant or former public servant is entitled to a payment of actuarial value or to transfer an amount under a transfer agreement entered into in accordance with section 158 of the Act respecting the Government and Public Employees Retirement Plan, the amount of the payment of actuarial value or the amount to be transferred shall be reduced by the sums awarded to the spouse at the date of assessment with interest compounded annually at the rate determined for each period under Schedule VI to that Act and accrued from the date of assessment to the date on which the payment or transfer is made;

- (3) where the public servant or former public servant is entitled to a deferred pension, a pension or a pension credit, his pension or pension credit shall be reduced, from the date on which it becomes payable or from the date of payment, as the case may be, by the amount of pension or pension credit that would be obtained on the basis of the sums awarded to the spouse at the date of assessment.
- 17.1. If the amount paid to the spouse comes from an entitlement to the pension referred to in subparagraph 1.1 of the first paragraph of section 3 or to a pension credit payable on the date on which that pension is payable, the benefits of the public servant or former public servant shall be established in accordance with the Act and his pension or pension credit shall be reduced, from the date on which it becomes payable or from the date of payment, as the case may be, by the amount of pension that would be obtained on the basis of the sums awarded to the spouse at the date of assessment.
- 18. If the amount paid to the spouse comes from an entitlement to a pension, to a pension credit or to any benefit that would otherwise be paid at the date of assessment, that pension or pension credit shall be reduced, from the date of payment or from the date on which it becomes payable in the case of a public servant aged 65 or over on the date of assessment, by the amount of pension or pension credit that would be obtained on the basis of the sums awarded to the spouse at the date of assessment.

The first paragraph also applies to a female public servant, with the age "60" substituted for the age "65".

- 19. Each part of any pension corresponding to each of the indexing formulas applicable to it and each pension credit shall be reduced by the amount of any pension corresponding to each of the indexing formulas applicable to it and by the amount of each pension credit that would be obtained on the basis of the sums awarded to the spouse at the date of assessment. The same applies where the amount paid to the spouse comes partly from the value of any pension corresponding to years or parts of a year of service relative to the Teachers Pension Plan that were transferred to the Civil Service Superannuation Plan.
- **20.** For the purposes of sections 17 and 19, the amount of pension or pension credit that would be obtained on the basis of the sums awarded to the spouse at the date of assessment shall be established at that date according to the actuarial method and assumptions provided for in section 8. That amount is presumed applicable at the date of the public servant's or former public servant's 60th birthday, in the case of a woman, or at the date of the public servant's or former public servant's 65th birthday, in the case of a man.

If the amount of pension or pension credit obtained pursuant to the first paragraph begins to apply before the date of the pensioner's 65th birthday, it shall be reduced by 0.50% per month, calculated for each month between the date on which that amount of pension or pension credit begins to apply and the date of the pensioner's 65th birthday, without exceeding 65% in the case of the reduction applicable to the amount of pension.

If the pensioner retired before the date of payment and if that date occurs after the date of his 65th birthday, the amount of pension obtained pursuant to the first paragraph shall be increased by 0.50% per month, calculated for each month between the date of his 65th birthday and the date on which that amount of pension begins to apply, if the pensioner retired before the date of his 65th birthday, or for each month between the date on which he retired and the date on which that amount of pension begins to apply, if the pensioner retired on the date of his 65th birthday or thereafter.

If the amount of pension credit obtained pursuant to the first paragraph begins to apply after the determined date but before the date of the pensioner's 65th birthday, it shall be increased by 0.50% per month, calculated for each month between the determined date and the date on which that amount of pension credit begins to apply.

If the amount of pension credit obtained pursuant to the first paragraph begins to apply on the date of the pensioner's 65th birthday or thereafter, it shall be increased by 0.50% per month, calculated for each month between the determined date and the date of the pensioner's 65th birthday and 0.75% per month, calculated for each month between the latter date and the date on which that amount of pension credit begins to apply.

The second and third paragraphs also apply to a female pensioner, with "60" and "60th birthday" substituted for "65" and "65th birthday", respectively.

**20.1.** For the purposes of sections 17.1 and 19, the amount of pension or pension credit that would be obtained on the basis of the sums awarded to the spouse at the date of assessment shall be established on that date according to the actuarial method and assumptions provided for in section 8. That amount is presumed applicable at the date determined pursuant to subparagraph 1.1 of the first paragraph of section 3.

The amount of pension obtained pursuant to the first paragraph shall be indexed in the same manner as the pension would be if it were being paid at the date of assessment, from 1 January following that date to 1 January of the year during which that amount begins to apply.

If the amount of pension obtained pursuant to the first and second paragraphs or the amount of pension credit begins to apply before the determined date, that amount of pension or pension credit shall be reduced by 0.50% per month, calculated for each month between the date on which that amount of pension begins to apply and the determined date, without exceeding 65% in the case of the reduction applicable to the amount of pension.

If the pensioner retired before the date of payment and if that date occurs after the determined date, the amount of pension obtained pursuant to the first and second paragraphs shall be increased by 0.50% per month, calculated for each month between the determined date and the date on which that amount of pension begins to apply, if the pensioner retired before the determined date, or for each month between the date on which he retired and the date on which that amount of pension begins to apply, if the pensioner retired on the determined date or thereafter.

If the amount of pension credit obtained pursuant to the first paragraph begins to apply after the determined date but before the date of the pensioner's 65th birthday, it shall be increased by 0.50% per month, calculated for each month between the determined date and the date on which that amount of pension credit begins to apply.

If the amount of pension credit obtained pursuant to the first paragraph begins to apply on the date of the pensioner's 65th birthday or thereafter, it shall be increased by 0.50% per month, calculated for each month between the determined date and the date of the pensioner's 65th birthday and 0.75% per month, calculated for each month between the latter date and the date on which that amount of pension credit begins to apply.

21. For the purposes of sections 18 and 19, the amount of pension or pension credit that would be obtained on the basis of the sums awarded to the spouse at the date of assessment shall be established at that date in accordance with the actuarial method and assumptions provided for in section 8. That amount is presumed applicable at the date of assessment.

The amount of pension obtained pursuant to the first paragraph shall be indexed in the same manner as the pension or in the same manner as though it were being paid at the date of assessment, from 1 January following that date to 1 January of the year during which that amount begins to apply.

The amount of pension obtained pursuant to the first and second paragraphs shall be increased by 0.50% per month, calculated for each month between the date of assessment and the date on which that amount of pension begins to apply, if the pension was being paid at the

date of assessment or would have been if the former public servant had made an application to that effect, or for each month between the date of retirement and the date on which that amount of pension begins to apply, if the pensioner retired between the date of assessment and the date of payment.

The amount of pension credit obtained pursuant to the first paragraph shall be increased, for each month between the date of assessment and the date on which it begins to apply, by 0.50% for each month prior to the date of the pensioner's 65th birthday and by 0.75% for each month after that date."

- **8.** The following sentence is added at the end of section 27: "A separate calculation shall be made for the refund of the sums paid to purchase a pension credit.".
- **9.** This Regulation comes into force on the fifteenth day following the date of its publication in the *Gazette officielle du Québec* but has effect from 1 January 2000.

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#### **Draft Regulation**

Labour Code (R.S.Q., c. C-27; 2001, c. 26)

## Commission des relations du travail — Procedure for the recruiting and selection of persons declared to be qualified for appointment as commissioners

Notice is hereby given, in accordance with sections 10 and 11 of the Regulations Act (R.S.Q., c. R-18.1), that the Regulation respecting the procedure for the recruiting and selection of persons declared to be qualified for appointment as commissioners to the Commission des relations du travail, the text of which appears below, may be made by the Government upon the expiry of 45 days following this publication.

The purpose of the draft Regulation is to establish a procedure for the recruiting and selection of persons declared to be qualified for appointment as commissioners to the Commission des relations du travail as provided for in sections 137.13, 137.15 and 137.16 of the Labour Code (R.S.Q., c. C-27), enacted by section 63 of the Act to amend the Labour Code, to establish the Commission des relations du travail and to amend other legislative provisions (2001, c. 26).

In that respect, the draft Regulation proposes rules concerning the publication of a notice of vacant positions and its content, the documents and information to