Sec. 3309.36. (A) A member retiring on service retirement shall be granted a retirement allowance consisting of the lesser of the sum of the following amounts or the limit established by section 415 of the "Internal Revenue Code of 1986," 100 Stat. 2085, 26 U.S.C.A. 415, as amended:

(A) (1) An annuity having a reserve equal to the amount of the employee's accumulated contributions at that time;

(B) (2) A pension of equivalent amount;

(C) (3) An additional pension of forty dollars multiplied by the number of years of such prior service credit;

(D) (4) For members who have ten or more years of service credit accumulated prior to October 1, 1956, a basic annual pension equal to one hundred eighty dollars, except that such basic annual pension shall not exceed the sum of the total annual benefits provided by divisions (A)(1), (B) (2), and (C) (3) of this section.

(E) (B)(1) When a member retires on service retirement and his, THE MEMBER'S allowance when computed as an annual single lifetime allowance as provided in divisions (A)(1), (B) (2), (C) (3), and (D) (4) of this section and section 3309.38 of the Revised Code, based upon attained age sixty-five or thirty years of total service credit, is SHALL BE NOT less than the greater of the amounts determined by multiplying his THE MEMBER'S total service credit by eighty-six THE FOLLOWING:

(a) EIGHTY-SIX dollars, or by two;

(b) TWO and one-tenth per cent of his THE MEMBER'S final average salary, then the allowance shall be increased to such greater amount. If such member's attained age is other than sixty-five, or his total service credit is other than thirty years, then he shall receive an adjusted FOR EACH OF THE FIRST THIRTY YEARS OF SERVICE CREDIT OR FRACTION THEREOF PLUS TWO AND ONE-HALF PER CENT OF THE MEMBER'S FINAL AVERAGE SALARY FOR EACH SUBSEQUENT YEAR OF SERVICE CREDIT OR FRACTION THEREOF.

(2) THE annual single lifetime allowance which DETERMINED UNDER DIVISION (B)(1) OF THIS SECTION shall be ADJUSTED BY the higher percentage of a base amount determined by GREATER PERCENTAGE SHOWN IN the following schedule OPPOSITE THE MEMBER'S ATTAINED AGE OR YEARS OF OHIO SERVICE CREDIT:

Attained Age	or	Years of Ohio Service Credit	Per Cent of Base Amount
58		25	75%
59		26	80
60		27	85
61			88
		28	90
62			91
63			94
		29	95
64			97
65		30 or more	100.

Members shall vest the right to a benefit in accordance with the following schedule, based on the member's attained age by September 1, 1976:

Attained Age	Per Cent of Base Amount
66	102
67	104
68	106
69	108
70 or more	110.

(2) (3) The annual single lifetime allowance which a retirant shall receive under this division shall not exceed the lesser of ninety per cent of his THE MEMBER'S final average salary or the limit established by section 415 of the "Internal Revenue Code of 1986," 100 Stat. 2085, 26 U.S.C.A. 415, as amended.

(F) (C) Retirement allowances determined under this section shall be paid as provided in section 3309.46 of the Revised Code.

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SECTION 4. Not later than sixty days after the effective date of this act, the School Employees Retirement Board shall recalculate each allowance calculated under section 3309.36 or 3309.38 of the Revised Code that is based on more than thirty years of service credit and is effective on or after July 1, 1998, but before the effective date of this act.

If the recalculated allowance is greater than the recipient's allowance prior to the recalculation, the Board shall do both of the following:

(A) Begin payment of the recalculated allowance on the first day of the month immediately following the date the recalculation is made;

(B) Make one additional payment to the recipient equal to the difference between the amount of allowance the recipient received between July 1, 1998, and the date of the payment described in division (A) of this section and the increased allowance the recipient would have received had the act gone into effect on July 1, 1998.