

- (i) a supplement equal to 1/12 of 2% multiplied by the number of whole months from the date the pensioner (or the spouse of the survivor) retired to January 1, 1967; plus 1/12 of 2%, reduced by 0.1% each year, multiplied by the number of whole months in each year between 1967 and 1976; plus 1/12 of 1% for the months after January 1, 1977 to January 1, 1987

AND

- (ii) a supplement equal to 50% of the increase in CPI since January 1, 1986 multiplied by the basic pension or the basic adjusted pension, to a maximum increase of 2%

- **The resulting amount may not exceed 50% of the YMPE for 1986 (\$12,900)**

The Second and Subsequent Years of the Scheme

- **Calculate the basic pension**

This calculation is based on the 1987 (and subsequent years) CN retirement pension and is as described in the scheme for the first year, making the necessary changes in dates.

- **Calculate the basic adjusted pension**

This calculation is based on the 1987 (and subsequent years) CN survivor pension and is as described in paragraph (i) of the scheme for the first year, with the necessary changes in dates. Because the 1987 (and subsequent years) CN survivor pension will reflect the 20% increase there will be no need for the additional adjustment described in paragraph (ii).

- **To the basic pension and the basic adjusted pension add**

- (i) a supplement equal to 1/12 of 2% multiplied by the number of whole months from the date the pensioner (or the spouse of the survivor) retired to January 1, 1967; plus 1/12 of 2%, reduced by 0.1% each year, multiplied by the number of whole months in each year between 1967 and 1976; plus 1/12 of 1% for the months after January 1, 1977 to January 1, 1987

AND

- (ii) a supplement equal to the lesser of:

A. 50% of the increase in CPI since the pensioner (survivor) became eligible to receive a supplement

and

B. 2% compounded by number of years the pensioner (survivor) has been eligible to receive a supplement

multiplied by the basic pension or the basic adjusted pension.

- **The resulting amount may not exceed \$12,900 increased by 2% for each year the scheme operates**