HOUSE BILL No. 5648

March 29, 1990, Introduced by Reps. Hart, Barns, Porreca and Scott and referred to the Committee on Senior Citizens and Retirement.

A bill to amend section 12a of Act No. 156 of the Public Acts of 1851, entitled as amended

"An act to define the powers and duties of the county boards of commissioners of the several counties, and to confer upon them certain local, administrative and legislative powers; and to prescribe penalties for the violation of the provisions of this act,"

as amended by Act No. 499 of the Public Acts of 1988, being section 46.12a of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Section 12a of Act No. 156 of the Public Acts of
- 2 1851, as amended by Act No. 499 of the Public Acts of 1988, being
- 3 section 46.12a of the Michigan Compiled Laws, is amended to read
- 4 as follows:
- 5 Sec. 12a. (1) A county board of commissioners at a lawfully
- 6 held meeting may DO THE FOLLOWING:

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- 1 (a) Provide group life, health, and accident and
 2 hospitalization insurance for a county employee, retired
 3 employee, or an employee of an office, board, or department of
 4 the county, including the board of county road commissioners, and
 5 a dependent of an employee, either with or without cost partici6 pation by the employee, and appropriate the necessary funds for
 7 the insurance.
- (b) Adopt and establish a plan by which the county -shall 9 purchase PURCHASES or -participate PARTICIPATES in the cost of 10 an endowment policy or retirement annuity for a county employee 11 or an employee of an office, board, or department of the county, 12 including the board of county road commissioners, to provide 13 monthly pension or retirement benefits for each employee 60 years 14 of age or older in an amount not to exceed \$150.00 per month or 15 2% of the average monthly earnings of the employee for 5 years 16 immediately -preceding BEFORE retirement times the years of 17 service of the employee, whichever is the lesser sum. As an 18 option, a county board of commissioners may adopt and establish a 19 plan by which the county -shall pay PAYS pension or retirement 20 benefits to a county employee or an employee of an office, board, 21 or department of the county, including the board of county road 22 commissioners, who has been employed for not less than 25 years, 23 or who is 60 years of age or older — and has been employed for 24 not less than 5 years, to the extent of monthly payments equal to 25 2% of the employee's highest average monthly compensation or 26 earnings received from the county or county road fund for 5 years 27 of service times the total number of years of service of the

1 employee, including a fraction of a year, not to exceed 3/4 of 2 the average final compensation of the employee. A plan may also 3 pay early retirement benefits at 55 years of age or older to the 4 extent of actuarially equivalent benefits not increasing the 5 costs of the plan. Except as provided in subsection (27), endow-6 ment policies, retirement benefits, pensions, or annuity retire-7 ment benefits in excess of the amounts stipulated in this subdi-8 vision may be provided for by a plan of employee participation to 9 cover the cost of the excess. If the employment or the pension 10 or retirement benefits of an employee who participated in the 11 cost of pension or retirement benefits are terminated before the 12 employee - received- RECEIVES pension or retirement benefits equal 13 to the total amount of the employee's participation, the balance 14 of the total participation shall be refunded to the employee at 15 the time of termination, if living, or if deceased, to the 16 employee's heir, legal representative, or designated beneficiary 17 as provided in the plan adopted and established by the county 18 board of commissioners. If a terminated employee is subsequently 19 rehired by the county, the employee may repay the amount of par-20 ticipation refunded to the employee upon the employee's termina-21 tion, together with compound interest from the date of refund to 22 the dates of repayment at the rates provided in the plan. 23 conditions for repayment, the plan may require return to employ-24 ment for a period not to exceed 3 years and may require that 25 repayment be completed within a period of not less than 1 year 26 following return to employment. A plan adopted for the payment 27 of retirement benefits or a pension shall grant benefits to an

- 1 employee eligible for pension or retirement benefits according to
- 2 a uniform scale for all persons in the same general class or
- 3 classification. An employee shall not be denied benefits by ter-
- 4 mination of his or her employment after the employee becomes eli-
- 5 gible for benefits under the plan and this section. An endowment
- 6 policy or annuity purchased pursuant to this section shall be
- 7 purchased from an insurer authorized to write endowment policies
- 8 or annuities in this state.
- 9 (2) In a plan adopted under this section, at least 60% of
- 10 the total pension or retirement benefit granted to an employee
- 11 from county funds shall consist of a percentage not to exceed 2%
- 12 of the employee's average final compensation times the employee's
- 13 years of service and shall be granted to each employee eligible
- 14 for retirement under the plan uniformly and without restriction
- 15 or limitation other than those prescribed in this section.
- 16 "Average final compensation" as used in this section means the
- 17 annual average of the highest actual compensation received by a
- 18 county employee, other than a county employee who is either a
- 19 judge of a municipal court of record subject to subsection (20)
- 20 or a judge subject to subsection (23), during either a period of
- 21 5 consecutive years of service contained within the employee's 10
- 22 years of service immediately -preceding BEFORE the employee's
- 23 retirement or a period of 5 years of service as specified in the
- 24 plan. In a county having adopted a plan for granting longevity
- 25 pay, the county board of commissioners may exclude this longevity
- 26 pay from average final compensation for the purpose of computing
- 27 the rate of employee contribution and the amount of benefits

- 1 payable to an employee upon retirement. "Longevity pay" means
- 2 increments of compensation payable at annual or semiannual inter-
- 3 vals and based upon years of service to the county, exclusive of
- 4 compensation provided for a given class of positions.
- 5 (3) A circuit court stenographer shall be eligible for mem-
- 6 bership in, and the benefits of, a pension or retirement benefit
- 7 under a plan established pursuant to this section, or a social
- 8 security plan established by the county or 1 of the counties
- 9 -which THAT pays a portion of the compensation of a circuit
- 10 court stenographer.
- 11 (4) If the employment of a county employee eligible to
- 12 receive a pension or retirement benefit under a plan established
- 13 pursuant to this section is terminated after the employee has
- 14 completed 8 or more years of service in county employment, the
- 15 employee shall receive the amount of pension or retirement bene-
- 16 fit to which the employee's service would have entitled the
- 17 employee under the plan established, if the employee waives the
- 18 employee's right to a refund of the employee's total participa-
- 19 tion upon the termination of employment. The payment of pension
- 20 or retirement benefits shall begin, as provided in the plan,
- 21 after the employee would have become eligible for retirement
- 22 under the plan had the employee's employment not been terminated,
- 23 but not later than 90 days after the employee becomes 65 years of
- 24 age. The payment of pension or retirement benefits shall not
- 25 begin until the employee has applied for pension or retirement
- 26 benefits in the manner prescribed in the plan established.

(5) A plan established under this section may provide for 2 pension or retirement benefits for a county employee who becomes 3 totally disabled for work in the county service from any cause, 4 after not less than 10 years of county employment, to the extent 5 of the limitations provided in this section. A plan may also 6 provide for pension or retirement benefits to the extent of the 7 limitations provided in this section or \$400.00 per month, which-8 ever is the greater sum, for an employee who became totally dis-9 abled for work in the county service from causes -which THAT are 10 the direct and proximate result of county employment, to continue 11 for the duration of the disability or until eligible for retire-12 ment pursuant to other provisions of the plan authorized by this 13 section. A plan may also provide for pension or retirement bene-14 fits, to the extent of the limitations provided in this section, 15 for the actual dependents of a county employee who dies while 16 still employed by the county after not less than 10 years of 17 county employment, or who dies after leaving county employment 18 with not less than the number of years of service required to 19 vest in the plan but before becoming eligible to receive a pen-20 sion or retirement benefit. A plan may also provide for pension 21 or retirement benefits to the extent of the limitations provided 22 in this section or \$400.00 per month, whichever is greater, for 23 the actual dependents of a deceased county employee whose death 24 is the direct and proximate result of county employment. 25 plan may provide that the period from the end of the deceased or 26 disabled employee's period of service to the date that employee 27 would have become eligible for retirement be used as service for

- 1 the sole purpose of computing the amount of disability or death
 2 pension.
- 3 (6) "County employee" includes a bailiff of the district
- 4 court in the thirty-sixth district who serves pursuant to section
- 5 8322 of the revised judicature act of 1961, Act No. 236 of the
- 6 Public Acts of 1961, as amended, being section 600.8322 of the
- 7 Michigan Compiled Laws, and a person who receives more than 50%
- 8 of all compensation for personal services, rendered to governmen-
- 9 tal units, from a county fund or county road fund, except a
- 10 person, other than a bailiff of the district court in the
- 11 thirty-sixth district, engaged for special services on a contract
- 12 or fee basis. The plan adopted under this section, until
- 13 December 31, 1979, may include as a county employee a person on
- 14 leave of absence from county employment who is not a member of
- 15 another retirement system except as a retirant and who pays or
- 16 arranges payment of contributions equal to the contributions that
- 17 would have been required to be paid under the plan by both the
- 18 county and the employee, based upon the compensation the employee
- 19 would have received from the county, if the employee had not
- 20 taken a leave of absence or a person who has complied with the
- 21 requirements of such a provision approved for inclusion in a plan
- 22 by the county board of commissioners before January 1, 1976, who
- 23 shall be considered to be a county employee during the period of
- 24 compliance. Provision may be made to exclude a person who is
- 25 employed on a temporary basis and a person employed in a position
- 26 normally requiring less than 1,000 hours, or some lesser
- 27 specified number of hours, work per year. A bailiff serving in

1 the district court in the thirty-sixth district -shall be IS 2 eligible to receive benefits under this section if a plan has 3 been established by law by which the cost of benefits -shall be-4 ARE payable from sources including charges on all legal instru-5 ments in which the service of process by a bailiff is required 6 and earmarked by law for benefits, and contributions made by the 7 state and each bailiff pursuant to section 8322(7) of Act No. 236 8 of the Public Acts of 1961, as amended. The plan shall include 9 provisions by which a bailiff or former bailiff who served as 10 bailiff as of January 1, 1967, may retire after 25 years of serv-11 ice regardless of age, with maximum benefits to be computed as 12 follows: starting as of January 1, 1969, the average of any 5 13 years of earnings of the previous 10 years served in succession 14 before retirement multiplied by 1.9% times the years of service; 15 starting as of June 1, 1975, the average of any 5 years of earn-16 ings multiplied by 2% times the years of service. For purposes 17 of this subsection, "earnings" means the salary and fees, other 18 than mileage, received by a bailiff pursuant to section 8322(6) 19 of Act No. 236 of the Public Acts of 1961, as amended. 20 shall include provisions by which health, accident, and hospital-21 ization insurance premiums may be paid out of the earnings of 22 this fund. These payments shall be made at the discretion of the 23 pension board of trustees. The county -which- THAT has a retire-24 ment fund for bailiffs under this section shall annually review 25 the retirement fund and shall ensure that the fund is maintained 26 in an actuarially sound condition. Copies of the actuarial 27 reports shall be provided to the state judicial council created

- 1 -in- BY chapter 91 of Act No. 236 of the Public Acts of 1961,
- 2 being sections 600.9101 to 600.9107 of the Michigan Compiled 3 Laws.
- 4 (7) An employee while receiving a pension or retirement ben-
- 5 efit because of disability, pursuant to this section, may be con-
- 6 sidered as employed in the county service for the purpose of
- 7 retirement under this section.
- 8 (8) A county employee who is included by law in another pen-
- 9 sion or retirement system by reason of the compensation the
- 10 employee receives from the county may be excluded from a plan
- 11 established under this section or included only to the extent of
- 12 the difference between benefits granted under this section and
- 13 the other pension or retirement system.
- 14 (9) The county board of commissioners, upon the request of a
- 15 county employee, by not less than a 3/5 vote may credit that
- 16 county employee with the amount of government service resulting
- 17 from employment with the United States government, except mili-
- 18 tary service, a state, or any of their political subdivisions
- 19 under the following conditions:
- 20 (a) Employment by the county occurred within -5 15 years
- 21 following the county employee's separation from service of the
- 22 last unit of government by which the county employee was
- 23 employed.
- 24 (b) Service rendered before the last break in service of
- 25 more than -5 15 years shall not be credited.
- 26 (c) Service which— THAT is recognized for the purpose of a
- 27 deferred retirement allowance under a retirement system or other

- 1 employer-funded retirement benefit plan, except for a retirement
- 2 benefit plan under the social security act, chapter 531, 49
- 3 Stat. 620, of the United States government, a state, or a politi-
- 4 cal subdivision of a state shall not be credited if the county
- 5 employee retired under a retirement system of the United States
- 6 government, a state, or any of their political subdivisions or
- 7 until the county employee irrevocably forfeits the right to the
- 8 deferred retirement allowance.
- 9 (d) The county employee deposits in the plan established
- 10 under this section an amount equal to the aggregate amount of
- 11 contributions the county employee would have made had the service
- 12 been acquired in the employ of the county, plus interest from the
- 13 dates the contributions would have been made to the date of
- 14 deposit, at rates determined by the board. If records are insuf-
- 15 ficient or unavailable to compute the exact amount of required
- 16 deposit, the board may estimate the amount.
- (e) The county employee has 8 or more years of credited
- 18 service in county employment, has legal vesting in the county
- 19 plan, and deposits in the county employees' retirement system an
- 20 amount equal to the aggregate amount of contributions the
- 21 employer would have made had the government service being cred-
- 22 ited under this section been acquired in the employ of the
- 23 county.
- 24 (10) A plan adopted under this section may provide for
- 25 annual or less frequent postretirement redetermination of a
- 26 pension. The redetermined amount of pension shall be not greater
- 27 than the amount of pension otherwise payable multiplied by the

- 1 following percent: 100%, plus the percentage the county board of 2 commissioners determines appropriate for each full year, exclud-3 ing a fraction of a year, in the period from the effective date 4 of payments of the pension and the date as of which the redeter-5 mination is being made. The redetermined amount shall not be 6 less than the amount of pension otherwise payable. 7 of this section which THAT limits the amount of a pension shall 8 not apply to the operation of this subsection redetermining the 9 amount of a pension. As used in this subsection, "the amount of 10 pension otherwise payable" means the amount of pension -which-11 THAT would be payable without regard to this subsection. 12 application of a provision redetermining pension amounts may be 13 restricted to pensions having an effective date of payment either 14 before or after a specified date. 15 (11) The cost of pension or retirement benefits for a county 16 employee under this section may be paid from the same fund from 17 which the employee receives compensation, and the county board of 18 commissioners may appropriate the necessary funds to carry out 19 the purposes of this section. If a county establishes a plan by 20 which the county pays pension or retirement benefits to an
- 22 ance with provisions for pension or retirement benefits -which

21 employee pursuant to this section, the county shall, in accord-

- 23 shall be THAT ARE incorporated in the plan, establish and main-
- 24 tain reserves on an actuarial basis in the manner provided in
- 25 this subsection sufficient to finance the pension and retirement
- 26 and death benefit liabilities under the plan and sufficient to
- 27 pay the pension and retirement and death benefits as they become

- 1 due. A county which THAT has adopted a retirement plan under
- 2 this section and has established reserves on an actuarial basis
- 3 shall maintain -them- THE RESERVES as provided in this
- 4 subsection. The reserves shall be determined by an actuarial
- 5 valuation and established and maintained by yearly appropriations
- 6 by the county and contributions by employees. The reserves shall
- 7 be established, maintained, and funded to cover the pension and
- 8 other benefits provided for in the plan in the same manner and
- 9 within the same limits as to time as is provided for Benefit
- 10 Program B in the municipal employees' retirement system described
- 11 in section 14 of the municipal employees retirement act, Act
- 12 No. 427 of the Public Acts of 1984, being section 38.1514 of the
- 13 Michigan Compiled Laws. These reserves are trust funds and shall
- 14 not be used for any other purpose than the payment of pension,
- 15 retirement, and other benefits and refunds of -employees-
- 16 EMPLOYEE contributions in accordance with PURSUANT TO the plan
- 17 established in a county. An employee's contributions shall be
- 18 kept and accumulated in a separate fund and used only for the
- 19 payment of annuities and refunds to employees. This subsection
- 20 -shall DOES not apply to a county that adopted a retirement plan
- 21 under this section and had not established reserves on an actuar-
- 22 ial basis before October 11, 1947.
- 23 (12) A plan established by a county for the payment of pen-
- 24 sion and retirement benefits to an employee under this section
- 25 shall be approved as complying with this section by a county pen-
- 26 sion plan committee consisting of the attorney general, the state
- 27 treasurer, and the executive secretary of the state employees'

- 1 retirement system -established under CREATED BY the state
- 2 employees' retirement act, Act No. 240 of the Public Acts of
- 3 1943, as amended, being sections 38.1 to 38.47 of the Michigan
- 4 Compiled Laws, before the plan becomes effective or operative in
- 5 the county. Each county retirement plan operating under this
- 6 section shall be approved by the committee as complying with this
- 7 section biennially. A financial statement for each county
- 8 retirement plan operating under this section shall be submitted
- 9 annually to the county pension plan committee by the county
- 10 board, official, or employee designated by the county board of
- 11 commissioners. The financial statement shall be in the form,
- 12 contain the information, and be submitted as the county pension
- 13 plan committee prescribes. The state treasurer shall audit the
- 14 funds and accounts of county retirement plans established under
- 15 this section in the same manner as the state treasurer audits
- 16 other county accounts and may audit and investigate county
- 17 retirement plan funds and accounts to the extent necessary to
- 18 effectuate the purposes of this section. This subsection shall
- 19 not apply to a county that adopted a retirement plan under this
- 20 section and had not established reserves on an actuarial basis
- 21 before October 11, 1947.
- 22 (13) If a county establishes a plan for the payment of pen-
- 23 sion and retirement benefits to its employees pursuant to this
- 24 section, the county board of commissioners may provide for a
- 25 board of trustees to administer the plan and for the manner of
- 26 election or appointment of the members of the board of trustees.
- 27 The county board of commissioners may grant authority to the

- 1 board of trustees to fully administer and operate the plan and to
- 2 deposit, invest, and reinvest the funds and reserves of the plan
- 3 within the limitations prescribed by the county board of commis-
- 4 sioners in the plan. The county board of commissioners may
- 5 authorize the investment of funds of a county retirement plan
- 6 established under this section in anything in which the funds of
- 7 the state employees' retirement system or the funds of the munic-
- 8 ipal -employees EMPLOYEES retirement system may be invested,
- 9 pursuant to Act No. 240 of the Public Acts of 1943, as amended,
- 10 and Act No. 427 of the Public Acts of 1984, being sections
- 11 38.1501 to 38.1555 of the Michigan Compiled Laws. A county
- 12 retirement plan established under this section may provide for
- 13 financing, funding, and the payment of benefits in the same
- 14 manner and to the same extent as is provided for in Act No. 240
- 15 of the Public Acts of 1943, as amended, and Act No. 427 of the
- 16 Public Acts of 1984, may provide for and require contributions by
- 17 county employees, and may permit additional employee contribu-
- 18 tions on a voluntary basis.
- 19 (14) Upon the approval of the county board of commissioners,
- 20 a member who entered the armed service of the United States
- 21 before June 1, 1980 or who entered the armed service of the
- 22 United States on or after June 1, 1980 during a time of war or
- 23 emergency condition as described in section 1 of Act No. 190 of
- 24 the Public Acts of 1965, as amended, being section 35.61 of the
- 25 Michigan Compiled Laws, may elect to receive credited service for
- 26 not more than 5 years of active military service. Credit for
- 27 military service shall be given upon request and payment to the

- 1 retirement system of an amount equal to 5% of the member's
- 2 full-time or equated full-time annual compensation for the year
- 3 in which payment is made multiplied by the number of years, and
- 4 fraction of a year, of credited service that the member elects to
- 5 purchase up to the maximum. Service shall not be credited if the
- 6 service is or would be credited under any other federal, state,
- 7 or local publicly supported retirement system. Service shall not
- 8 be credited under this subsection until the member has 10 years
- 9 of credited service in force. Only completed years and months of
- 10 armed service shall be credited under this subsection.
- 11 (15) As used in this subsection, "transitional public
- 12 employment program" means a public service employment program in
- 13 the area of environmental quality, health care, education, public
- 14 safety, crime prevention and control, prison rehabilitation,
- 15 transportation, recreation, maintenance of parks, streets, and
- 16 other public facilities, solid waste removal, pollution control,
- 17 housing and neighborhood improvements, rural development, conser-
- 18 vation, beautification, veterans' outreach, or any other area of
- 19 human betterment and community improvement as part of a program
- 20 of comprehensive manpower services authorized, undertaken, and
- 21 financed pursuant to the FORMER comprehensive employment and
- 22 training act OF 1973, -former Public Law 93-203. -, 87
- 23 Stat. 839. A person participating in a transitional public
- 24 employment program shall not be eligible for membership in a
- 25 retirement system or pension plan established under this
- 26 section. If the person later becomes a member of a retirement
- 27 system or pension plan established under this section within 12

1 months after the date of termination as a participant in a 2 transitional public employment program, service credit shall be 3 given for employment in the transitional public employment pro-4 gram for purposes of determining a retirement allowance upon the 5 payment by the person and the person's employer under the transi-6 tional public employment program from funds provided under the 7 FORMER comprehensive employment and training act OF 1973, 8 -former Public Law 93-203, -87 Stat. 839, as funds permit, to 9 the retirement system of the contributions, plus regular inter-10 est, the person and the employer would have paid had the employ-11 ment been rendered in a position covered by this section. 12 the person's employment in the transitional public employment 13 program, the person's employer shall provide an opportunity by 14 payroll deduction for the person to make his or her employee con-15 tribution to the applicable pension system. To provide for the 16 eventual payment of the employer's contribution, the person's 17 employer shall during this same period place in reserve a reason-18 able but not necessarily an actuarially determined amount equal 19 to the contributions -which- THAT the employer would have paid to 20 the retirement system for those employees in the transitional 21 public employment program as if they were members under this sec-22 tion, but only for that number of employees -which- THAT the 23 employer determined would transfer from the transitional public 24 employment program into positions covered by this section. 25 the funds provided under the FORMER comprehensive employment and 26 training act OF 1973, former Public Law 93-203, -87 Stat. 839,

- 1 are insufficient, the remainder of the employer contributions
 2 shall be paid by the person's current employer.
- 3 (16) Subsection (15) shall not exclude the participant in a
- 4 transitional public employment program from the accident, dis-
- 5 ability, or other benefits available to members of the retirement
- 6 system covered by this section.
- 7 (17) -Once IF a probate judge who is a member of a plan
- 8 established under this section has contributed for not less than
- 9 20 years, the county board of commissioners may allow the probate
- 10 judge to cease further contributions.
- (18) An employee of the circuit court in the third judicial
- 12 circuit, the common pleas court of the city of Detroit, or the
- 13 recorder's court of the city of Detroit who became an employee of
- 14 the state judicial council on September 1, 1981, and who was 44
- 15 years of age or older as of that date, and who will have accumu-
- 16 lated 25 or more years of service credit by September 1, 1987,
- 17 shall continue to be eligible for membership in, and the benefits
- 18 of, a pension or retirement benefit plan established pursuant to
- 19 this section in the same manner as the employee was eligible
- 20 before September 1, 1981. A person who was an employee of the
- 21 circuit court in the third judicial circuit, the common pleas
- 22 court of the city of Detroit, or the recorder's court of the city
- 23 of Detroit on August 31, 1981, who last entered county employment
- 24 prior to November 2, 1956, who became an employee of the state
- 25 judicial council on September 1, 1981, and who had accumulated
- 26 not less than 24 years of service credit by August 31, 1981,
- 27 shall continue to be eligible for membership in, and the benefits

- 1 of, a pension or retirement benefit plan established pursuant to
- 2 this section in the same manner as the employee was eligible
- 3 before September 1, 1981. An election to continue to be a member
- 4 of a pension or retirement benefit plan established pursuant to
- 5 this section as authorized by section 594(2) of the revised judi-
- 6 cature act of 1961, Act No. 236 of the Public Acts of 1961, being
- 7 section 600.594 of the Michigan Compiled Laws, or section 36(2)
- 8 of Act No. 369 of the Public Acts of 1919, being section 725.36
- 9 of the Michigan Compiled Laws, shall not be effective unless the
- 10 employee has made the election in the manner prescribed by those
- 11 sections and has made the payments required by those sections.
- 12 (19) A plan adopted under this section may provide that an
- 13 employee of the circuit court in the third judicial circuit, the
- 14 common pleas court of the city of Detroit, or the recorder's
- 15 court of the city of Detroit who is a member of the Wayne county
- 16 employees' retirement system on August 31, 1981, who becomes an
- 17 employee of the state judicial council and a member of the state
- 18 employees' retirement system on September 1, 1981, receive a ben-
- 19 efit based on the annual average of the highest actual compensa-
- 20 tion received by the employee during a period of 5 years of
- 21 county or state service.
- 22 (20) Beginning September 1, 1981, for determining the
- 23 retirement benefit for a county employee who is a judge of a
- 24 municipal court of record pursuant to subsection (2), "average
- 25 final compensation" means the annual average of the highest
- 26 actual compensation received by the judge as additional salary
- 27 pursuant to section 13(2) of Act No. 369 of the Public Acts of

- 1 1919, as amended, being section 725.13 of the Michigan Compiled
- 2 Laws, during a period of 5 years of service as specified in the
- 3 plan. This subsection shall not be construed to diminish or
- 4 impair an accrued financial benefit.
- 5 (21) Beginning September 1, 1981, for each county employee
- 6 who is a judge of a municipal court of record, or of the circuit
- 7 or district court, the sum of the average final compensation
- 8 determined for that county employee pursuant to this section and
- 9 the final salary determined for that county employee as a member
- 10 of the STATE OF MICHIGAN judges' retirement system pursuant to
- 11 the judges' retirement act, Act No. 198 of the Public Acts of
- 12 1951, as amended, being sections 38.801 to 38.831 of the Michigan
- 13 Compiled Laws, shall not exceed the employee's total annual judi-
- 14 cial salary payable from all sources at the time of his or her
- 15 retirement. This subsection shall not be construed to diminish
- 16 or impair an accrued financial benefit.
- 17 (22) Beginning September 1, 1981, for each county employee
- 18 who is a judge of the probate court, the sum of the average final
- 19 compensation calculated for that employee pursuant to this sec-
- 20 tion and the final salary calculated for that employee as a
- 21 member of the STATE OF MICHIGAN probate judges JUDGES retire-
- 22 ment system pursuant to the probate judges retirement act, Act
- 23 No. 165 of the Public Acts of 1954, as amended, being sections
- 24 38.901 to 38.933 of the Michigan Compiled Laws, shall not exceed
- 25 the employee's total annual judicial salary payable from all
- 26 sources at the time of his or her retirement. This subsection

- 1 shall not be construed to diminish or impair an accrued financial
 2 benefit.
- 3 (23) Beginning September 1, 1981, for determining a retire-
- 4 ment benefit pursuant to subsection (2) for a county employee who
- 5 is a judge who receives an annuity pursuant to section 14(5) of
- 6 Act No. 198 of the Public Acts of 1951, as amended, being section
- 7 38.814 of the Michigan Compiled Laws, "average final
- 8 compensation" means the difference between the judge's total
- 9 annual salary payable from all sources on August 31, 1981, and
- 10 the judge's state base salary payable on August 31, 1981. This
- 11 subsection shall not be construed to diminish or impair an
- 12 accrued financial benefit.
- 13 (24) Beginning January 1, 1983, the sum of the final salary
- 14 determined for each county employee who is a judge of the probate
- 15 court used as the basis for determining the judge's retirement
- 16 allowance as a member of a retirement system established pursuant
- 17 to this section and the salary or compensation figure used as the
- 18 basis for determining the judge's retirement allowance as a
- 19 member of the STATE OF MICHIGAN judges' retirement system created
- 20 -under BY Act No. 198 of the Public Acts of 1951, shall not
- 21 exceed the judge's total annual salary payable from all sources
- 22 at the time of his or her retirement. This subsection shall not
- 23 be construed to diminish or impair an accrued financial benefit.
- 24 (25) The county board of commissioners, upon the request of
- 25 a county employee, by not less than a 3/5 vote may credit that
- 26 county employee with the amount of membership service that the
- 27 county employee had previously been credited with by the

- 1 retirement system established under this section under the
- 2 following conditions:
- 3 (a) The membership service previously credited to the county
- 4 employee must have been service rendered for the same county.
- 5 (b) Service -which- THAT is recognized for the purpose of a
- 6 deferred retirement allowance under a retirement system or other
- 7 employer-funded retirement benefit plan, except for a retirement
- 8 benefit plan under the social security act, chapter 531, 49
- 9 Stat. 620, of the United States government, a state, or a politi-
- 10 cal subdivision of a state shall not be credited if the county
- 11 employee retired under a retirement system of the United States
- 12 government, a state, or any of their political subdivisions or
- 13 until the county employee irrevocably forfeits the right to the
- 14 deferred retirement allowance.
- 15 (c) The county employee deposits in the plan established
- 16 under this section an amount equal to the aggregate amount of
- 17 contributions the county employee made at the time of the previ-
- 18 ous membership service plus interest from the date of withdrawal
- 19 of the accumulated contributions to the date of deposit, at rates
- 20 determined by the board. If records are insufficient or unavail-
- 21 able to compute the exact amount of required deposit, the board
- 22 may estimate the amount.
- 23 (d) The county employee deposits in the county employees'
- 24 retirement system an amount equal to the aggregate amount of con-
- 25 tributions the employer made at the time of the previous member-
- 26 ship service plus interest from the date of separation to the
- 27 date of deposit, at rates determined by the board.

- 1 (26) A person participating in a program described in this
- 2 subsection shall not be eligible for membership in a retirement
- 3 system or pension plan established under this section. In addi-
- 4 tion, that person shall not receive service credit for the
- 5 employment described in this subsection even though the person
- 6 subsequently becomes or has been a member of the retirement
- 7 system. This subsection applies to the following:
- 8 (a) A person, not regularly employed by the county, who is
- 9 employed by the county through participation in a program estab-
- 10 lished pursuant to the job training partnership act, Public Law
- 11 97-300, 96 Stat. 1322.
- 12 (b) A person, not regularly employed by the county, who is
- 13 employed by the county through participation in a program estab-
- 14 lished pursuant to the Michigan opportunity and skills training
- 15 program, first established under sections 12 to 23 of Act No. 259
- 16 of the Public Acts of 1983.
- 17 (c) A person, not regularly employed by the county, who is
- 18 employed by the county through participation in a program estab-
- 19 lished pursuant to the Michigan community service corps program,
- 20 FIRST ESTABLISHED under sections 25 to 35 of Act No. 259 of the
- 21 Public Acts of 1983 and sections 148 to 160 of Act No. 246 of the
- 22 Public Acts of 1984.
- 23 (d) A person, not regularly employed by the county, who is
- 24 hired by the county to administer a program described in subdivi-
- 25 sions (a), (b), and (c).
- 26 (27) If a county enters into a collective bargaining
- 27 agreement pursuant to Act No. 336 of the Public Acts of 1947,

- 1 being sections 423.201 to 423.216 of the Michigan Compiled Laws,
- 2 which provides for retirement benefits that are in excess of the
- 3 retirement benefits otherwise authorized to be provided under
- 4 this section for employees of the county who are covered by a
- 5 plan under this section, then the county board of commissioners
- 6 may amend or adopt a plan under this section to provide those
- 7 benefits to employees who are members of the bargaining unit cov-
- 8 ered by the agreement, and may, after December 31, 1987, amend or
- 9 adopt a plan under this section to provide those benefits to
- 10 other employees of the county.