

HOUSE BILL No. 5055

August 1, 1991, Introduced by Reps. Dalman, Richard A. Young, Willis Bullard, Nye, Gilmer, Griffin, Palamara, Hoekman, Hillegonds and Bender and referred to the Committee on Appropriations.

A bill to amend section 20d of Act No. 240 of the Public Acts of 1943, entitled as amended
"State employees' retirement act,"
as amended by Act No. 241 of the Public Acts of 1987, being section 38.20d of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 20d of Act No. 240 of the Public Acts of
2 1943, as amended by Act No. 241 of the Public Acts of 1987, being
3 section 38.20d of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 20d. (1) On and after July 1, 1974, hospitalization
6 and medical coverage insurance premium payable by any retirant or
7 his or her beneficiary and his or her dependents under any group
8 health plan authorized by the Michigan civil service commission
9 and the department of management and budget shall be paid by the

1 retirement board from the pension reserve fund created under
2 section 11(d). ~~The~~ EXCEPT AS PROVIDED IN SUBSECTION (3), THE
3 amount payable shall be in the same proportion of premium payable
4 by the state of Michigan for the classified employees occupying
5 positions in the state civil service. The hospitalization and
6 medical insurance premium payable shall be paid from appropria-
7 tions made for this purpose to the pension reserve fund suffi-
8 cient to cover the premium payment needed to be made.

9 (2) Effective January 1, 1988, 90% of the premium payable by
10 a retirant or the retirant's beneficiary and his or her depen-
11 dents for dental coverage or vision coverage, or both, under any
12 group plan authorized by the Michigan civil service commission
13 and the department of management and budget shall be paid by the
14 retirement board from the dental-vision reserve fund created
15 under section 11.

16 (3) IF A PERSON HAS NOT MET THE SERVICE REQUIREMENTS TO
17 RECEIVE A RETIREMENT ALLOWANCE UNDER THIS ACT ON DECEMBER 31,
18 1991, AND PRESCRIPTION INSURANCE IS PROVIDED TO THAT PERSON UPON
19 RETIREMENT, THAT PERSON SHALL PAY THE FIRST \$2.00 COST OF EACH
20 COVERED PRESCRIPTION.