



**House
Legislative
Analysis
Section**

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REFUND OF MIL. SERVICE CREDIT

House Bill 4340

Sponsor: Rep. Pat Gagliardi

Committee: Public Retirement

Complete to 3-12-93

A SUMMARY OF HOUSE BILL 4340 AS INTRODUCED 2-23-93

Under the State Employees Retirement Act, members who meet certain requirements may receive, without payment to the system, up to five years service credit for service in the military. Members who do not meet those requirements (generally, the military service must be directly preceded and followed by state employment, without intervening employment) may purchase service credit for time spent in military service. House Bill 4340 would amend the act to provide that conservation officers who took early retirement under Public Act 110 of 1990 and who purchased service credit for military service could get a refund of their payments, plus interest, under certain circumstances. To receive a refund, a retiree would have to have been eligible for the early retirement program without the additional service credit purchased for military service, and the retirement allowance computed under the early retirement program would have to have been the same without the additional military service credit (i.e., the retiree would not have received any additional benefits based on the purchase of military service credit). Eligible retirees would have to apply for refunds by February 1, 1994, and refunds would have to be paid by May 1, 1994. The retirement allowance of a person receiving a refund would not be affected by the payment of a refund.

MCL 38.18a

House Bill 4340 (3-12-93)