



HOUSE BILL No. 4340

February 23, 1993, Introduced by Rep. Gagliardi and referred to the Committee on Public Retirement.

A bill to amend Act No. 240 of the Public Acts of 1943,
entitled as amended
"State employees' retirement act,"
as amended, being sections 38.1 to 38.48 of the Michigan Compiled
Laws, by adding section 18a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 240 of the Public Acts of 1943, as
2 amended, being sections 38.1 to 38.48 of the Michigan Compiled
3 Laws, is amended by adding section 18a to read as follows:

4 SEC. 18A. (1) AN ELIGIBLE RETIRANT SHALL RECEIVE A REFUND
5 OF THE AMOUNT PAID TO THE RETIREMENT SYSTEM FOR MILITARY OR OTHER
6 ARMED SERVICE CREDIT UNDER SECTION 18 UPON APPLICATION ON A FORM
7 PRESCRIBED BY THE RETIREMENT SYSTEM. THE AMOUNT OF THE REFUND
8 SHALL EQUAL THE AMOUNT PAID FOR THE SERVICE CREDIT PLUS REGULAR
9 INTEREST ON THAT AMOUNT COMPUTED FROM THE DATE OF PAYMENT INTO

1 THE RETIREMENT SYSTEM TO THE DATE OF THE REFUND UNDER THIS
2 SECTION. THE RETIREMENT SYSTEM SHALL NOT ACCEPT APPLICATIONS FOR
3 REFUNDS UNDER THIS SECTION AFTER FEBRUARY 1, 1994 AND SHALL PAY
4 ALL REFUNDS TO ELIGIBLE RETIRANTS BY MAY 1, 1994. THE ELIGIBLE
5 RETIRANT'S RETIREMENT ALLOWANCE SHALL NOT BE AFFECTED BY THE PAY-
6 MENT OF A REFUND UNDER THIS SECTION.

7 (2) AS USED IN THIS SECTION, "ELIGIBLE RETIRANT" MEANS A
8 RETIRANT WHO MEETS ALL OF THE FOLLOWING REQUIREMENTS:

9 (A) HE OR SHE RETIRED UNDER SECTION 48.

10 (B) HE OR SHE WOULD HAVE BEEN ELIGIBLE TO RETIRE UNDER SEC-
11 TION 48 WITHOUT THE ADDITIONAL SERVICE CREDIT PURCHASED UNDER
12 SECTION 18.

13 (C) HIS OR HER RETIREMENT ALLOWANCE COMPUTED UNDER SECTION
14 48 WOULD HAVE BEEN THE SAME WITHOUT THE ADDITIONAL SERVICE CREDIT
15 PURCHASED UNDER SECTION 18.