



HOUSE BILL No. 5005

August 31, 1993, Introduced by Reps. Llewellyn, DeMars, Varga, Rhead, Hill and Galloway and referred to the Committee on Public Retirement.

A bill to amend Act No. 300 of the Public Acts of 1980, entitled
"The public school employees retirement act of 1979,"
as amended, being sections 38.1301 to 38.1408 of the Michigan
Compiled Laws, by adding section 81b.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 300 of the Public Acts of 1980, as
2 amended, being sections 38.1301 to 38.1408 of the Michigan
3 Compiled Laws, is amended by adding section 81b to read as
4 follows:

5 SEC. 81B. (1) NOTWITHSTANDING SECTION 81, A MEMBER MAY
6 RETIRE AND RECEIVE A RETIREMENT ALLOWANCE COMPUTED UNDER SECTION
7 84(1) IF THE MEMBER MEETS ALL OF THE FOLLOWING REQUIREMENTS:

8 (A) THE MEMBER FILES A WRITTEN APPLICATION WITH THE
9 RETIREMENT BOARD THAT MEETS ALL OF THE FOLLOWING REQUIREMENTS:

1 (i) THE APPLICATION IS FILED ON OR AFTER JULY 1, 1993 BUT
2 NOT LATER THAN JUNE 30, 1994.

3 (ii) THE APPLICATION STATES A RETIREMENT ALLOWANCE EFFECTIVE
4 DATE THAT IS AFTER THE EXECUTION AND FILING OF THE APPLICATION
5 BUT IS ON OR BEFORE JULY 1, 1994.

6 (B) ON THE LAST DAY OF THE MONTH IMMEDIATELY PRECEDING THE
7 RETIREMENT ALLOWANCE EFFECTIVE DATE STATED IN THE APPLICATION THE
8 MEMBER'S LENGTH OF CREDITED SERVICE IS EQUAL TO OR GREATER THAN
9 25 YEARS BUT IS LESS THAN 30 YEARS.

10 (C) THE MEMBER WAS EMPLOYED AS A PUBLIC SCHOOL EMPLOYEE
11 IMMEDIATELY PRECEDING THE RETIREMENT ALLOWANCE EFFECTIVE DATE.

12 (2) THE REDUCTION PROVIDED FOR IN SECTION 84(2) DOES NOT
13 APPLY TO A MEMBER WHO RETIRES PURSUANT TO THIS SECTION.

14 (3) NOTWITHSTANDING SECTION 91, A MEMBER WHO RETIRES UNDER
15 THIS SECTION IS NOT ELIGIBLE FOR THE BENEFITS DESCRIBED IN SEC-
16 TION 91 UNTIL THE SUM OF THE NUMBER OF YEARS OF CREDITED SERVICE
17 THE MEMBER HAD EARNED AS OF THE RETIREMENT ALLOWANCE EFFECTIVE
18 DATE AND THE NUMBER OF YEARS OF RETIREMENT ALLOWANCE PAYMENTS
19 EQUALS 30.