



HOUSE BILL No. 5368

February 22 1994 Introduced by Rep Jacobetti and referred to the Committee on Public Retirement

A bill to amend sections 40 and 40a of Act No 182 of the Public Acts of 1986, entitled "State police retirement act of 1986," section 40a as added by Act No 139 of the Public Acts of 1992, being sections 38 1640 and 38 1640a of the Michigan Compiled Laws and to add section 39a

THE PEOPLE OF THE STATE OF MICHIGAN ENACT

1 Section 1 Sections 40 and 40a of Act No 182 of the Public
2 Acts of 1986, section 40a as added by Act No 139 of the Public
3 Acts of 1992, being sections 38 1640 and 38 1640a of the Michigan
4 Compiled Laws, are amended and section 39a is added to read as
5 follows
6 SEC 39A (1) EFFECTIVE OCTOBER 1, 1994, THE RETIREMENT
7 ALLOWANCE PAYABLE TO A RETIRANT OR BENEFICIARY OF A DECEASED

1 RETIRANT WHOSE EFFECTIVE DATE OF RETIREMENT WAS BEFORE OCTOBER 1,
2 1986, IS SUPPLEMENTED AS FOLLOWS

3	EFFECTIVE DATE OF RETIREMENT	PERCENT OF INCREASE
4	OCTOBER 1, 1985 TO SEPTEMBER 30, 1986	3%
5	OCTOBER 1, 1984 TO SEPTEMBER 30, 1985	6%
6	OCTOBER 1, 1983 TO SEPTEMBER 30, 1984	9%
7	OCTOBER 1, 1982 TO SEPTEMBER 30, 1983	12%
8	OCTOBER 1, 1981 TO SEPTEMBER 30, 1982	15%
9	OCTOBER 1, 1980 TO SEPTEMBER 30, 1981	18%
10	OCTOBER 1, 1979 TO SEPTEMBER 30, 1980	21%
11	OCTOBER 1, 1978 TO SEPTEMBER 30, 1979	24%
12	OCTOBER 1, 1977 TO SEPTEMBER 30, 1978	27%
13	BEFORE OCTOBER 1, 1977	30%
14	(2) THE RECALCULATED RETIREMENT ALLOWANCE UNDER THIS SECTION	
15	SHALL BE THE BASIS UPON WHICH FUTURE ADJUSTMENTS TO THE RETIRE-	
16	MENT ALLOWANCE, INCLUDING THE INCREASES UNDER SECTION 40, IF	
17	APPLICABLE, AND SECTION 40A, ARE CALCULATED	
18	Sec 40 (1) Effective October 1, 1986 1994, after the	
19	retirant and retirement allowance beneficiary monthly	
20	RETIREMENT allowance recomputation as determined in IS SUPPLE-	
21	MENTED UNDER section 39 has been determined 39A, IF APPLICABLE,	
22	a retirant or retirement allowance beneficiary of a deceased	
23	retirant shall receive a total annual retirement allowance of	
24	not less than \$500.00 per month \$10,800 00 PER ANNUM	

1 (2) THE INCREASED RETIREMENT ALLOWANCE UNDER THIS SECTION
2 SHALL BE THE BASIS UPON WHICH FUTURE ADJUSTMENTS TO THE
3 RETIREMENT ALLOWANCE, INCLUDING THE INCREASE UNDER SECTION 40A,
4 ARE CALCULATED

5 Sec 40a (1) A member or deferred member who retires after
6 September 30, 1991, or a retirement allowance beneficiary of a
7 member or deferred member who dies or retires after September 30,
8 1991, is entitled to have his or her retirement allowance
9 increased as provided in this section BEGINNING OCTOBER 1,
10 1994, A RETIRANT OR RETIREMENT ALLOWANCE BENEFICIARY IS ENTITLED
11 TO HAVE HIS OR HER RETIREMENT ALLOWANCE INCREASED AS PROVIDED IN
12 THIS SECTION

13 (2) ~~The~~ THROUGH OCTOBER 1, 1993, THE retirement allowance
14 of a member, deferred member, or retirement allowance beneficiary
15 described in subsection (1) shall be increased each October 1,
16 beginning with the later of October 1, 1992 or the first October
17 1 that is at least 12 months after the retirement allowance
18 effective date BEGINNING OCTOBER 1, 1994, THE RETIREMENT ALLOW-
19 ANCE OF A RETIRANT OR A RETIREMENT ALLOWANCE BENEFICIARY SHALL BE
20 INCREASED EACH OCTOBER 1 BEGINNING WITH THE LATER OF OCTOBER 1,
21 1994 OR THE FIRST OCTOBER 1 THAT IS AT LEAST 12 MONTHS AFTER THE
22 RETIREMENT ALLOWANCE EFFECTIVE DATE The amount of the annual
23 increase shall be 2% of the retirement allowance that would be
24 payable without application of this section The annual increase
25 shall not exceed \$500 00