



# SENATE BILL No. 1095

April 14, 1994, Introduced by Senators CISKY and GOUGEON  
and referred to the Committee on Appropriations

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 1993, IS SUPPLEMENTED AS FOLLOWS

3	EFFECTIVE DATE OF RETIREMENT	PERCENT OF INCREASE
4	OCTOBER 1, 1992 TO SEPTEMBER 30, 1993	2%
5	OCTOBER 1, 1991 TO SEPTEMBER 30, 1992	4%
6	OCTOBER 1, 1990 TO SEPTEMBER 30, 1991	6%
7	OCTOBER 1, 1989 TO SEPTEMBER 30, 1990	8%
8	OCTOBER 1, 1988 TO SEPTEMBER 30, 1989	10%
9	OCTOBER 1, 1987 TO SEPTEMBER 30, 1988	12%
10	OCTOBER 1, 1986 TO SEPTEMBER 30, 1987	14%
11	OCTOBER 1, 1985 TO SEPTEMBER 30, 1986	16%
12	BEFORE OCTOBER 1, 1985	18%
13	(2) THE RECALCULATED RETIREMENT ALLOWANCE UNDER THIS SECTION	
14	SHALL BE THE BASIS UPON WHICH FUTURE ADJUSTMENTS TO THE RETIRE-	
15	MENT ALLOWANCE, INCLUDING THE INCREASES UNDER SECTION 40, IF	
16	APPLICABLE, AND SECTION 40A, ARE CALCULATED	
17	Sec 40 (1) Effective October 1, <del>1986</del> 1994, after the	
18	retirant and retirement allowance beneficiary <del>monthly</del>	
19	RETIREMENT allowance <del>recomputation as determined in</del> IS SUPPLE-	
20	MENTED UNDER section <del>39 has been determined</del> 39A, IF APPLICABLE,	
21	a retirant or retirement allowance beneficiary of a deceased	
22	retirant shall receive a total <del>annual</del> retirement allowance of	
23	not less than <del>\$500.00 per month</del> \$10,800 00 PER ANNUM	
24	(2) THE INCREASED RETIREMENT ALLOWANCE UNDER THIS SECTION	
25	SHALL BE THE BASIS UPON WHICH FUTURE ADJUSTMENTS TO THE	

1 RETIREMENT ALLOWANCE, INCLUDING THE INCREASE UNDER SECTION 40A,  
2 ARE CALCULATED

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

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