



SENATE BILL No. 170

January 31, 1995, Introduced by Senator CARL and
referred to the Committee on Financial Services.

A bill to amend the title and section 1 of Act No. 339 of
the Public Acts of 1927, entitled

"An act to authorize the establishment of a system of retiring
allowances for employes of public libraries now existing or which
may hereafter be established in incorporated cities of 250,000
population or more,"

being section 38.701 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. The title and section 1 of Act No. 339 of the
2 Public Acts of 1927, being section 38.701 of the Michigan
3 Compiled Laws, are amended to read as follows:

4 TITLE

5 An act to authorize the establishment of a RETIREMENT system
6 ~~of retiring allowances for employes~~ EMPLOYEES of CERTAIN
7 public libraries. ~~now existing or which may hereafter be~~

1 ~~established in incorporated cities of 250,000 population or~~
2 ~~more.~~

3 Sec. 1. (1) The LOCAL legislative body ~~of any incorporated~~
4 ~~city of 250,000 or more (hereinafter referred to for the purposes~~
5 ~~of this act as the local legislative body),~~ where free public
6 libraries have been or may ~~hereafter~~ be established is ~~hereby~~
7 authorized, upon the application and recommendation of the
8 ~~local~~ library board, ~~or commission or body duly authorized by~~
9 ~~law to maintain free public libraries in such city (hereinafter~~
10 ~~referred to for the purposes of this act as the library board),~~
11 to establish a RETIREMENT system ~~of retiring allowances~~ for the
12 ~~employees~~ EMPLOYEES of ~~such libraries which~~ THE LIBRARY. THE
13 RETIREMENT system shall be based upon the principle that ~~there~~
14 ~~shall be accumulated, year by year,~~ a reserve fund sufficient to
15 provide the agreed annuity at the time of retirement SHALL BE
16 ACCUMULATED ANNUALLY. Upon the establishment of ~~such~~ A
17 RETIREMENT system, the local legislative body shall raise by tax-
18 ation each year a sum ~~which~~ THAT will provide an adequate
19 reserve fund.

20 (2) IF THE LOCAL LEGISLATIVE BODY OFFERS ANY FORM OF PENSION
21 OR RETIREMENT BENEFIT TO ANY CLASSIFICATIONS OF ITS LIBRARY
22 EMPLOYEES, THE LOCAL LEGISLATIVE BODY SHALL COMPLY WITH THE
23 POLITICAL SUBDIVISION PENSION AND RETIREMENT PLAN CLOSURE ACT.

24 (3) AS USED IN THIS ACT:

25 (A) "LIBRARY BOARD" MEANS THE LOCAL LIBRARY BOARD OR COMMIS-
26 SION OR THE BODY AUTHORIZED BY LAW TO MAINTAIN FREE PUBLIC
27 LIBRARIES IN THE CITY.

1 (B) "LOCAL LEGISLATIVE BODY" MEANS THE LEGISLATIVE BODY OF
2 AN INCORPORATED CITY WITH A POPULATION OF 250,000 OR MORE.

3 Section 2. This amendatory act shall not take effect unless
4 Senate Bill No. _____ or House Bill No. _____ (request
5 no. 02271'95) of the 88th Legislature is enacted into law.