

SUBSTITUTE FOR
HOUSE BILL NO. 4453

A bill to amend 1980 PA 300, entitled
"The public school employees retirement act of 1979,"
by amending section 68 (MCL 38.1368).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 68. (1) The retirement board shall grant 1 year of
2 service credit to a member who has been employed and remunerated
3 for services performed for not less than ~~6 hours per day and for~~
4 ~~not less than 170 days~~ **1,020 hours** in a school fiscal year. **In**
5 **determining whether a member is entitled to service credit under**
6 **this subsection, the retirement system shall calculate service**
7 **credit using the payroll cycle reported to the retirement system**
8 **by the employer of the member. If a biweekly payroll cycle is**
9 **reported, the member shall not accrue more than 60 hours in a**
10 **payroll cycle. If a semimonthly payroll cycle is reported, the**
11 **member shall not accrue more than 72 hours in a payroll cycle.**

1 If a monthly payroll cycle is reported, the member shall not
2 accrue more than 138 hours in a payroll cycle. If a quarterly
3 payroll cycle is used, the member shall not accrue more than 396
4 hours in a payroll cycle.

5 (2) A part-time member or a member employed for a fraction
6 of the **school** fiscal year shall receive service credit for
7 full-time service on the basis of ~~30~~ 60 or more hours per
8 ~~week~~ **biweekly period** and proportionate credit for less than
9 ~~30~~ 60 hours on the basis of ~~30~~ 60 hours for full-time credit
10 in the proportion which the hours employed in the school fiscal
11 year bears to 1,020 hours.

12 (3) In computing terms of service, a year shall be a legal
13 fiscal year at the time and place where the service was
14 performed. Not more than 1 year's service shall be counted for
15 retirement purposes in any **school** fiscal year.