

HOUSE BILL No. 6011

March 25, 2010, Introduced by Reps. Durhal, Geiss, McDowell, Scripps, Haugh, Slavens, Byrum, Angerer, Byrnes, Ebli, Meadows, Melton, Johnson, Corriveau, Bledsoe, Liss, Sheltroun, Valentine, Stanley, Haase, Segal, Roy Schmidt, Dean and Lisa Brown and referred to the Committee on Oversight and Investigations.

A bill to amend 1943 PA 240, entitled "State employees' retirement act," by amending section 63 (MCL 38.63), as added by 1996 PA 487.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 63. (1) This section is subject to the vesting
2 requirements of section 64.

3 (2) A qualified participant's employer shall contribute to the
4 qualified participant's account in Tier 2 an amount equal to 4% of
5 the qualified participant's compensation.

6 (3) A qualified participant may periodically elect to
7 contribute up to 3% of his or her compensation to his or her Tier 2
8 account. The qualified participant's employer shall make an
9 additional contribution to the qualified participant's Tier 2
10 account in an amount equal to the contribution made by the
11 qualified participant under this subsection. **EXCEPT AS OTHERWISE**

1 PROVIDED IN THIS SUBSECTION, FOR EMPLOYEES OF THE LEGISLATURE, THE
2 QUALIFIED PARTICIPANT'S EMPLOYER SHALL NOT MAKE AN ADDITIONAL
3 CONTRIBUTION TO THE QUALIFIED PARTICIPANT'S TIER 2 ACCOUNT IN AN
4 AMOUNT EQUAL TO THE CONTRIBUTION MADE BY THE QUALIFIED PARTICIPANT
5 UNDER THIS SUBSECTION FOR THE FISCAL YEAR THAT BEGINS OCTOBER 1,
6 2010 ONLY. THE QUALIFIED PARTICIPANT'S EMPLOYER SHALL MAKE AN
7 ADDITIONAL CONTRIBUTION TO THE QUALIFIED PARTICIPANT'S TIER 2
8 ACCOUNT IN AN AMOUNT EQUAL TO THE CONTRIBUTION MADE BY THE
9 QUALIFIED PARTICIPANT UNDER THIS SUBSECTION FOR THE FISCAL YEAR
10 THAT BEGINS OCTOBER 1, 2010 IF THE QUALIFIED PARTICIPANT WAS
11 ORIGINALLY A MEMBER OF TIER 1 AND MADE AN ELECTION UNDER THIS ACT
12 TO BECOME A QUALIFIED PARTICIPANT.

13 (4) A qualified participant may make contributions in addition
14 to contributions made under subsection (3) to his or her Tier 2
15 account as permitted by the state treasurer and the internal
16 revenue code. The qualified participant's employer shall not match
17 contributions made by the qualified participant under this
18 subsection.