

# HOUSE BILL No. 4194

February 5, 2009, Introduced by Reps. Slavens and McMillin and referred to the Committee on Government Operations.

A bill to amend 1957 PA 261, entitled "Michigan legislative retirement system act," by amending section 75 (MCL 38.1075), as amended by 1998 PA 501.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 75. (1) A qualified participant is immediately 100%  
2 vested in his or her contributions made to Tier 2. A qualified  
3 participant shall vest in the employer contributions made on his or  
4 her behalf to Tier 2 according to the following schedule:

5           (a) Upon completion of 2 years of service, 50%.

6           (b) Upon completion of 3 years of service, 75%.

7           (c) Upon completion of 4 years of service, 100%.

8           (2) A qualified participant is vested in the health insurance  
9 coverage provided in section 79 if the qualified participant meets  
10 1 of the following requirements:

1 (a) The qualified participant **WAS ELECTED TO THE LEGISLATURE**  
2 **BEFORE JANUARY 1, 2007**, has completed 6 years of service as a  
3 qualified participant, and was not a member, deferred vested  
4 member, or former nonvested member of Tier 1.

5 (b) The qualified participant was a member, deferred vested  
6 member, or former nonvested member of Tier 1 who made an election  
7 to participate in Tier 2 pursuant to section 61, and who has met  
8 the service requirements he or she would have been required to meet  
9 in order to vest in health benefits under section 50b.

10 (c) The qualified participant meets all of the following  
11 requirements:

12 (i) Was not a member, deferred vested member, or former  
13 nonvested member of Tier 1.

14 (ii) Was first elected to fill a vacancy in the house of  
15 representatives for a period less than the full term but more than  
16 1/2 of the term of office.

17 (iii) Has completed 5 years of service as a qualified  
18 participant.

19 **(D) WAS ELECTED TO THE LEGISLATURE BEFORE JANUARY 1, 2007.**