

HOUSE BILL No. 6082

November 30, 2016, Introduced by Reps. Pscholka and Poleski and referred to the
Committee on Local Government.

A bill to amend 1927 PA 339, 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,"

by amending section 2 (MCL 38.702).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 2. (1) ~~It shall be the duty of said~~ A library board ~~when~~
2 ~~it~~ **DESCRIBED IN SECTION 1 THAT** desires to establish a **RETIREMENT**
3 ~~system of retiring allowances, to~~ **SHALL** apply to the local
4 legislative body and ~~to submit to said~~ **THE** local legislative body
5 for its approval and adoption a detailed plan for ~~such~~ **THE**
6 **RETIREMENT** system, which ~~shall~~ **MUST** be based ~~upon~~ **ON** the following
7 provisions and conditions:

1 (a) It ~~shall~~**MUST** enumerate the classes of ~~employees~~**EMPLOYEES**
2 to be included in ~~said~~**THE RETIREMENT** system. +

3 (b) It ~~shall~~**SUBJECT TO SUBSECTION (2), IT MUST** fix the amount
4 of the annual ~~retiring~~**RETIREMENT** allowance, the number of years of
5 service necessary to entitle an ~~employee~~**EMPLOYEE** to a ~~retiring~~
6 **RETIREMENT** allowance, the age at which an ~~employee~~**EMPLOYEE** may be
7 retired, the nature and extent of the physical or mental disability
8 ~~which shall entitle~~**THAT ENTITLES** an ~~employee~~**EMPLOYEE** to retire
9 before reaching the age of retirement, and the conditions ~~upon~~**ON**
10 which the age of retirement may be anticipated. +

11 (c) It ~~shall~~**MUST** provide for a body to be known as the
12 ~~retiring~~**RETIREMENT** fund trustees, which ~~shall~~**MUST** consist of 5
13 members. Two members ~~shall~~**MUST** be elected by the staff; 2 members
14 ~~shall~~**MUST** be appointed by ~~said~~**THE** local legislative body; and the
15 terms of office of ~~said~~**THE** members ~~shall~~**MUST** be 4 years, except
16 that when the system is first put into effect, the terms of office
17 ~~shall~~**MUST** be ~~so~~ fixed **SO** that ~~but~~ 1 member's term ~~shall~~ **EXPIRES**
18 **EXPIRES** each year. The fifth member ~~shall~~**MUST** be, ex-officio, the
19 presiding officer of the ~~said~~ library board. ~~Said~~**THE** trustees
20 shall have charge of ~~said~~ ~~retiring~~**THE RETIREMENT** allowance fund
21 and shall invest the ~~same~~**RETIREMENT ALLOWANCE FUND** only in ~~such~~
22 securities ~~as~~**THAT** are legal for savings banks. ~~Said~~**THE** trustees
23 shall adopt ~~such~~**ANY** rules and ~~by laws~~ **BYLAWS THAT** may be
24 necessary, ~~and~~ not inconsistent with the **STATE** constitution ~~and~~**OF**
25 **1963**, laws of this state, and ~~the provisions of this act~~. +

26 (d) There ~~shall~~**MUST** be attached to ~~such~~**THE** system as may be
27 recommended, the certificate of a recognized and competent actuary

1 stating that the system is actuarially sound, and the system ~~shall~~
2 **MUST** provide for annual reports and valuations by ~~such~~ **THE** actuary
3 to determine whether the fund is on a sound financial and actuarial
4 basis.

5 **(2) NOTWITHSTANDING ANYTHING IN THIS ACT TO THE CONTRARY, A**
6 **RETIREMENT SYSTEM ESTABLISHED UNDER THIS ACT IS SUBJECT TO THE**
7 **LOCAL UNIT OF GOVERNMENT RETIREMENT ACT.**

8 Enacting section 1. This amendatory act does not take effect
9 unless Senate Bill No. _____ or House Bill No. 6074 (request no.
10 06264'16 *) of the 98th Legislature is enacted into law.