SUBSTITUTE FOR HOUSE BILL NO. 4667

A bill to amend 1986 PA 182, entitled "State police retirement act of 1986,"

(MCL 38.1601 to 38.1674) by adding sections 24c, 24d, 24e, and 24f.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 24c. (1) Subject to subsection (5), the retirement system 1 shall grant service under this act for service rendered under the 2 state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, to 3 a member described in section 4(1)(b) if the member pays to the 4 retirement system an amount equal to the actuarial value of the 5
- 7 (2) Service under the state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, is not creditable toward retirement under 8
- 9 this act if the member is or will be receiving a retirement

service as determined by the retirement system's actuary.

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- 1 allowance for the same service from another retirement system.
- 2 (3) A member described in subsection (1) is not required to do 3 either of the following:
- 4 (a) Purchase any service credit under this section for service 5 rendered under the state employees' retirement act, 1943 PA 240, 6 MCL 38.1 to 38.69.
- 7 (b) If the member does purchase service credit under this 8 section for service rendered under the state employees' retirement 9 act, 1943 PA 240, MCL 38.1 to 38.69, purchase all of the service 10 rendered under the state employees' retirement act, 1943 PA 240, 11 MCL 38.1 to 38.69.
- (4) After October 17, 2025 at 5 p.m. Eastern Daylight Saving 12 13 Time, a member is not eligible to initiate service credit purchase 14 under this section. A member has 4 years after the date of 15 initiating service credit purchase under this section to complete payment. If a member does not complete purchasing service credit 16 17 within 4 years after the date of initiating the purchase, the 18 member will not be granted service credit under this section. A 19 member may purchase service under this section in 1 or more of the 20 following manners:
- 21 (a) Tax-deferred payments, in a form and manner as determined 22 by the retirement system.
- 23 (b) Additional payments, in a form and manner as determined by 24 the retirement system.
- 25 (5) The retirement system shall establish a method to 26 implement the payments under subsection (4).
- 27 (6) For purposes of vesting under section 42b, a member is 28 granted service under this act for service rendered under the state 29 employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, if the

- 1 member purchased service under this section.
- Sec. 24d. (1) Subject to subsection (5), the retirement system
- 3 shall grant service under this act for service rendered under the
- 4 state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, to
- 5 a member described in section 4(1)(d) if the member pays to the
- 6 retirement system an amount equal to the actuarial value of the
- 7 service as determined by the retirement system's actuary.
- 8 (2) Service under the state employees' retirement act, 1943 PA
- 9 240, MCL 38.1 to 38.69, is not creditable toward retirement under
- 10 this act if the member is or will be receiving a retirement
- 11 allowance for the same service from another retirement system.
- 12 (3) A member described in subsection (1) is not required to do
- 13 either of the following:
- 14 (a) Purchase any service credit under this section for service
- 15 rendered under the state employees' retirement act, 1943 PA 240,
- 16 MCL 38.1 to 38.69.
- 17 (b) If the member does purchase service credit under this
- 18 section for service rendered under the state employees' retirement
- 19 act, 1943 PA 240, MCL 38.1 to 38.69, purchase all of the service
- 20 rendered under the state employees' retirement act, 1943 PA 240,
- 21 MCL 38.1 to 38.69.
- 22 (4) After October 17, 2025 at 5 p.m. Eastern Daylight Saving
- 23 Time, a member is not eligible to initiate service credit purchase
- 24 under this section. A member has 4 years after the date of
- 25 initiating service credit purchase under this section to complete
- 26 payment. If a member does not complete purchasing service credit
- 27 within 4 years after the date of initiating the purchase, the
- 28 member will not be granted service credit under this section. A
- 29 member may purchase service under this section in 1 or more of the

1 following manners:

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- 2 (a) Tax-deferred payments, in a form and manner as determined 3 by the retirement system.
- 4 (b) Additional payments, in a form and manner as determined by 5 the retirement system.
- 6 (5) The retirement system shall establish a method to 7 implement the payments under subsection (4).
- 8 (6) For purposes of vesting under section 42b, a member is 9 granted service under this act for service rendered under the state 10 employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, if the 11 member purchased service under this section.
 - Sec. 24e. (1) Subject to subsection (5), the retirement system shall grant service under this act for service rendered under the state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, to a member described in section 4(1)(f) if the member pays to the retirement system an amount equal to the actuarial value of the service as determined by the retirement system's actuary.
- (2) Service under the state employees' retirement act, 1943 PA
 240, MCL 38.1 to 38.69, is not creditable toward retirement under
 this act if the member is or will be receiving a retirement
 allowance for the same service from another retirement system.
- 22 (3) A member described in subsection (1) is not required to do 23 either of the following:
- 24 (a) Purchase any service credit under this section for service 25 rendered under the state employees' retirement act, 1943 PA 240, 26 MCL 38.1 to 38.69.
- 27 (b) If the member does purchase service credit under this 28 section for service rendered under the state employees' retirement 29 act, 1943 PA 240, MCL 38.1 to 38.69, purchase all of the service

- 1 rendered under the state employees' retirement act, 1943 PA 240,
- 2 MCL 38.1 to 38.69.
- 3 (4) After October 17, 2025 at 5 p.m. Eastern Daylight Saving
- 4 Time, a member is not eligible to initiate service credit purchase
- 5 under this section. A member has 4 years after the date of
- 6 initiating service credit purchase under this section to complete
- 7 payment. If a member does not complete purchasing service credit
- 8 within 4 years after the date of initiating the purchase, the
- 9 member will not be granted service credit under this section. A
- 10 member may purchase service under this section in 1 or more of the
- 11 following manners:
- 12 (a) Tax-deferred payments, in a form and manner as determined
- 13 by the retirement system.
- 14 (b) Additional payments, in a form and manner as determined by
- 15 the retirement system.
- 16 (5) The retirement system shall establish a method to
- 17 implement the payments under subsection (4).
- 18 (6) For purposes of vesting under section 42b, a member is
- 19 granted service under this act for service rendered under the state
- 20 employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, if the
- 21 member purchased service under this section.
- 22 Sec. 24f. For members described in sections 4(1)(b) to (q),
- 23 this act controls over a conflicting provision in a collective
- 24 bargaining agreement.
- 25 Enacting section 1. This amendatory act does not take effect
- 26 unless all of the following bills of the 102nd Legislature are
- 27 enacted into law:
- 28 (a) House Bill No. 4665.
- 29 (b) House Bill No. 4666.