

SENATE BILL No. 488

October 8, 1987, Introduced by Senator GEAKE and referred to the
Committee on Judiciary.

A bill to amend Act No. 240 of the Public Acts of 1943,
entitled as amended
"State employees' retirement act,"
as amended, being sections 38.1 to 38.47 of the Michigan Compiled
Laws, by adding section 17g.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 240 of the Public Acts of 1943, as
2 amended, being sections 38.1 to 38.47 of the Michigan Compiled
3 Laws, is amended by adding section 17g to read as follows:

4 SEC. 17G. (1) A MEMBER OF THIS RETIREMENT SYSTEM WHO WAS
5 TRANSFERRED FROM THE EMPLOY OF WAYNE COUNTY TO THE EMPLOY OF THE
6 STATE AS A RESULT OF THE TRANSFER OF THE WAYNE COUNTY PSYCHIATRIC
7 HOSPITAL TO THE STATE, AND WHO BECAME A MEMBER OF THIS RETIREMENT
8 SYSTEM AS A DIRECT RESULT OF THIS TRANSFER, MAY ELECT TO PURCHASE
9 SERVICE CREDIT FOR ALL FULL-TIME SERVICE FOR WHICH THE MEMBER

1 MADE CONTRIBUTIONS TO THE WAYNE COUNTY RETIREMENT SYSTEM FOR
2 SERVICE RENDERED AT THE WAYNE COUNTY PSYCHIATRIC HOSPITAL BEFORE
3 THAT HOSPITAL WAS TRANSFERRED TO THE STATE, UPON REQUEST AND PRE-
4 SENTATION OF DOCUMENTATION OF THE EMPLOYMENT RENDERED WHICH IS
5 VERIFIABLE FROM EMPLOYMENT RECORDS OR OTHER ACCEPTABLE DOCUMEN-
6 TATION AS DETERMINED BY THE RETIREMENT BOARD, AND UPON PAYMENT TO
7 THE RETIREMENT SYSTEM OF AN AMOUNT WHICH IS EQUAL TO THE SUM OF
8 THE RATES IN EFFECT UNDER SECTION 38 FOR THE YEAR IN WHICH PAY-
9 MENT IS MADE FOR NORMAL COST CONTRIBUTION AND UNFUNDED ACTUARIAL
10 ACCRUED LIABILITY CONTRIBUTION, MULTIPLIED BY THE MEMBER'S FISCAL
11 YEAR COMPENSATION FOR EACH YEAR AND FRACTION OF A YEAR OF SERVICE
12 TO BE PURCHASED. FOR THE PURPOSE OF COMPUTING PAYMENT UNDER THIS
13 SUBSECTION, THE COMPENSATION AMOUNT USED SHALL NOT BE LESS THAN
14 THE HIGHEST FISCAL YEAR COMPENSATION PREVIOUSLY RECEIVED BY THE
15 MEMBER.

16 (2) SERVICE CREDIT PURCHASED UNDER THIS SECTION SHALL NOT BE
17 CREDITABLE TOWARD RETIREMENT UNDER THIS ACT IF THE MEMBER IS OR
18 WILL BE RECEIVING A PENSION OR ANNUITY FOR THE SAME SERVICE FROM
19 ANOTHER RETIREMENT SYSTEM.