

SENATE SUBSTITUTE FOR  
HOUSE BILL NO. 4800

A bill to amend 1943 PA 240, entitled  
"State employees' retirement act,"  
(MCL 38.1 to 38.69) by adding section 68c.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1           SEC. 68C. (1) BEGINNING ON THE EFFECTIVE DATE OF THE  
2 AMENDATORY ACT THAT ADDED THIS SECTION, A RETIRANT WHO IS RECEIVING  
3 A RETIREMENT ALLOWANCE UNDER THIS ACT AND IS REEMPLOYED BY THIS  
4 STATE DIRECTLY OR INDIRECTLY, INCLUDING, BUT NOT LIMITED TO,  
5 REEMPLOYMENT ON OR AFTER THE EFFECTIVE DATE OF THE AMENDATORY ACT  
6 THAT ADDED THIS SECTION THROUGH CONTRACTUAL ARRANGEMENT WITH OTHER  
7 PARTIES, SHALL HAVE HIS OR HER RETIREMENT ALLOWANCE PAYMENTS  
8 SUSPENDED DURING THE PERIOD OF REEMPLOYMENT.

9           (2) A HOSPITAL, MEDICAL-SURGICAL, AND SICK CARE BENEFITS PLAN,  
10 DENTAL PLAN, VISION PLAN, AND HEARING PLAN THAT COVERS RETIRANTS,

1 RETIRANT ALLOWANCE BENEFICIARIES, FORMER QUALIFIED PARTICIPANTS,  
2 AND HEALTH BENEFIT DEPENDENTS UNDER THIS ACT SHALL CONTAIN A  
3 COORDINATION OF BENEFITS PROVISION THAT PROVIDES ALL OF THE  
4 FOLLOWING:

5 (A) IF THE PERSON COVERED UNDER ANY OF THE PLANS IS ALSO  
6 ELIGIBLE FOR MEDICARE, THEN THE BENEFITS UNDER MEDICARE SHALL BE  
7 DETERMINED BEFORE THE HEALTH INSURANCE BENEFITS UNDER THIS ACT.

8 (B) IF A PERSON COVERED UNDER ANY OF THE PLANS PROVIDED BY  
9 THIS ACT IS ALSO COVERED UNDER ANOTHER PLAN THAT CONTAINS A  
10 COORDINATION OF BENEFITS PROVISION, THE BENEFITS SHALL BE  
11 COORDINATED AS PROVIDED IN THE COORDINATION OF BENEFITS ACT, 1984  
12 PA 64, MCL 550.251 TO 550.255.

13 (C) IF THE PERSON COVERED UNDER ANY OF THE PLANS PROVIDED BY  
14 THIS ACT IS ALSO COVERED UNDER ANOTHER PLAN THAT DOES NOT CONTAIN A  
15 COORDINATION OF BENEFITS PROVISION, THE BENEFITS UNDER THE OTHER  
16 PLAN SHALL BE DETERMINED BEFORE THE BENEFITS PROVIDED PURSUANT TO  
17 THIS ACT.