

SUBSTITUTE FOR
SENATE BILL NO. 22

A bill to amend 1986 PA 182, entitled
"State police retirement act of 1986,"
(MCL 38.1601 to 38.1648) by amending the title and by adding
section 40c.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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TITLE

An act to provide for the Michigan department of state police
retirement system; to create certain reserves and certain funds for
this retirement system; to provide for the creation of a retirement
board within the department of **TECHNOLOGY**, management, and budget;
to prescribe the powers and duties of the retirement board; to
prescribe the powers and duties of the department of state police,
the department of **TECHNOLOGY**, management, and budget, and certain

1 state officers; TO MAKE AN APPROPRIATION; and to repeal certain
2 acts and parts of acts.

3 SEC. 40C. (1) SUBJECT TO A SUPPLEMENTAL ACTUARIAL ANALYSIS
4 REQUIRED UNDER SECTION 20H OF THE PUBLIC EMPLOYEE RETIREMENT SYSTEM
5 INVESTMENT ACT, 1965 PA 314, MCL 38.1140H, BEGINNING OCTOBER 1,
6 2015, IF THE ANNUAL RETIREMENT ALLOWANCE, PAYABLE MONTHLY, TO A
7 RETIRANT WHO MEETS THE REQUIREMENTS OF THIS SECTION OR A RETIREMENT
8 ALLOWANCE BENEFICIARY OF A DECEASED RETIRANT OR MEMBER IS LESS THAN
9 \$16,000.00, THE MONTHLY RETIREMENT ALLOWANCE PAYABLE TO THE
10 RETIRANT OR RETIREMENT ALLOWANCE BENEFICIARY IS INCREASED TO MAKE
11 THE ANNUAL RETIREMENT ALLOWANCE \$16,000.00. THIS SECTION ONLY
12 APPLIES TO A RETIRANT OR RETIREMENT ALLOWANCE BENEFICIARY OF A
13 DECEASED RETIRANT OR MEMBER WHO MEETS BOTH OF THE FOLLOWING
14 REQUIREMENTS:

15 (A) THE RETIRANT'S OR DECEASED RETIRANT'S EFFECTIVE DATE OF
16 RETIREMENT WAS BEFORE OCTOBER 1, 1986 OR THE RETIREMENT ALLOWANCE
17 EFFECTIVE DATE FOR THE RETIREMENT ALLOWANCE BENEFICIARY OF THE
18 DECEASED MEMBER WAS BEFORE OCTOBER 1, 1986.

19 (B) THE RETIRANT OR RETIREMENT ALLOWANCE BENEFICIARY WAS IN
20 PAYMENT STATUS ON THE ROLLS OF THE RETIREMENT SYSTEM ON OR BEFORE
21 THE EFFECTIVE DATE OF THE AMENDATORY ACT THAT ADDED THIS SECTION.

22 (2) THE INCREASED RETIREMENT ALLOWANCE UNDER THIS SECTION MUST
23 BE THE BASIS ON WHICH FUTURE ADJUSTMENTS TO THE RETIREMENT
24 ALLOWANCE ARE CALCULATED.

25 (3) AN AMOUNT NOT TO EXCEED \$5,000.00 IS APPROPRIATED FROM THE
26 GENERAL FUND FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2015 FOR THE
27 SUPPLEMENTAL ACTUARIAL ANALYSIS DESCRIBED IN SUBSECTION (1).

1 Enacting section 1. This amendatory act does not take effect
2 unless Senate Bill No. 21 of the 98th Legislature is enacted into
3 law.