

# HOUSE BILL NO. 4667

May 25, 2023, Introduced by Reps. Hill, McKinney, Snyder, O'Neal, Liberati, McFall, Price, Tyrone Carter and Paiz and referred to the Committee on Labor.

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, and 24e.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           **Sec. 24c. (1) Subject to subsection (5), the retirement system**  
2           **shall grant service under this act for service rendered under the**  
3           **state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, to**  
4           **a member described in section 4(1)(b) if the member pays to the**  
5           **retirement system an amount equal to the actuarial value of the**

1 service as determined by the retirement system's actuary.

2 (2) Service under the state employees' retirement act, 1943 PA  
3 240, MCL 38.1 to 38.69, is not creditable toward retirement under  
4 this act if the member is or will be receiving a retirement  
5 allowance for the same service from another retirement system.

6 (3) A member described in subsection (1) is not required to do  
7 either of the following:

8 (a) Purchase any service credit under this section for service  
9 rendered under the state employees' retirement act, 1943 PA 240,  
10 MCL 38.1 to 38.69.

11 (b) If the member does purchase service credit under this  
12 section for service rendered under the state employees' retirement  
13 act, 1943 PA 240, MCL 38.1 to 38.69, purchase all of the service  
14 rendered under the state employees' retirement act, 1943 PA 240,  
15 MCL 38.1 to 38.69.

16 (4) After May 31, 2025 at 5 p.m. Eastern Daylight Saving Time,  
17 a member is not eligible to initiate service credit purchase under  
18 this section. A member has 5 years after the date of initiating  
19 service credit purchase under this section to complete payment. If  
20 a member does not complete purchasing service credit within 5 years  
21 after the date of initiating the purchase, the member will not be  
22 granted service credit under this section. A member may purchase  
23 service under this section in 1 or more of the following manners:

24 (a) Tax-deferred payments, in a form and manner as determined  
25 by the retirement system.

26 (b) Additional payments, in a form and manner as determined by  
27 the retirement system.

28 (5) The retirement system shall establish a method to  
29 implement the payments under subsection (4).

1           (6) For purposes of vesting under section 42b, a member is  
2 granted service under this act for service rendered under the state  
3 employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, even if  
4 the member did not purchase service under this section.

5           Sec. 24d. (1) Subject to subsection (5), the retirement system  
6 shall grant service under this act for service rendered under the  
7 state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, to  
8 a member described in section 4(1)(d) if the member pays to the  
9 retirement system an amount equal to the actuarial value of the  
10 service as determined by the retirement system's actuary.

11           (2) Service under the state employees' retirement act, 1943 PA  
12 240, MCL 38.1 to 38.69, is not creditable toward retirement under  
13 this act if the member is or will be receiving a retirement  
14 allowance for the same service from another retirement system.

15           (3) A member described in subsection (1) is not required to do  
16 either of the following:

17           (a) Purchase any service credit under this section for service  
18 rendered under the state employees' retirement act, 1943 PA 240,  
19 MCL 38.1 to 38.69.

20           (b) If the member does purchase service credit under this  
21 section for service rendered under the state employees' retirement  
22 act, 1943 PA 240, MCL 38.1 to 38.69, purchase all of the service  
23 rendered under the state employees' retirement act, 1943 PA 240,  
24 MCL 38.1 to 38.69.

25           (4) After May 31, 2025 at 5 p.m. Eastern Daylight Saving Time,  
26 a member is not eligible to initiate service credit purchase under  
27 this section. A member has 5 years after the date of initiating  
28 service credit purchase under this section to complete payment. If  
29 a member does not complete purchasing service credit within 5 years

1 after the date of initiating the purchase, the member will not be  
2 granted service credit under this section. A member may purchase  
3 service under this section in 1 or more of the following manners:

4 (a) Tax-deferred payments, in a form and manner as determined  
5 by the retirement system.

6 (b) Additional payments, in a form and manner as determined by  
7 the retirement system.

8 (5) The retirement system shall establish a method to  
9 implement the payments under subsection (4).

10 (6) For purposes of vesting under section 42b, a member is  
11 granted service under this act for service rendered under the state  
12 employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, even if  
13 the member did not purchase service under this section.

14 Sec. 24e. (1) Subject to subsection (5), the retirement system  
15 shall grant service under this act for service rendered under the  
16 state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, to  
17 a member described in section 4(1)(f) if the member pays to the  
18 retirement system an amount equal to the actuarial value of the  
19 service as determined by the retirement system's actuary.

20 (2) Service under the state employees' retirement act, 1943 PA  
21 240, MCL 38.1 to 38.69, is not creditable toward retirement under  
22 this act if the member is or will be receiving a retirement  
23 allowance for the same service from another retirement system.

24 (3) A member described in subsection (1) is not required to do  
25 either of the following:

26 (a) Purchase any service credit under this section for service  
27 rendered under the state employees' retirement act, 1943 PA 240,  
28 MCL 38.1 to 38.69.

29 (b) If the member does purchase service credit under this

1 section for service rendered under the state employees' retirement  
2 act, 1943 PA 240, MCL 38.1 to 38.69, purchase all of the service  
3 rendered under the state employees' retirement act, 1943 PA 240,  
4 MCL 38.1 to 38.69.

5 (4) After May 31, 2025 at 5 p.m. Eastern Daylight Saving Time,  
6 a member is not eligible to initiate service credit purchase under  
7 this section. A member has 5 years after the date of initiating  
8 service credit purchase under this section to complete payment. If  
9 a member does not complete purchasing service credit within 5 years  
10 after the date of initiating the purchase, the member will not be  
11 granted service credit under this section. A member may purchase  
12 service under this section in 1 or more of the following manners:

13 (a) Tax-deferred payments, in a form and manner as determined  
14 by the retirement system.

15 (b) Additional payments, in a form and manner as determined by  
16 the retirement system.

17 (5) The retirement system shall establish a method to  
18 implement the payments under subsection (4).

19 (6) For purposes of vesting under section 42b, a member is  
20 granted service under this act for service rendered under the state  
21 employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, even if  
22 the member did not purchase service under this section.

23 Enacting section 1. This amendatory act does not take effect  
24 unless all of the following bills of the 102nd Legislature are  
25 enacted into law:

26 (a) Senate Bill No. \_\_\_\_ or House Bill No. 4666 (request no.  
27 00751'23).

28 (b) Senate Bill No. \_\_\_\_ or House Bill No. 4665 (request no.  
29 00751'23 a).