

HOUSE BILL No. 4133

February 4, 2009, Introduced by Rep. Calley and referred to the Committee on Government Operations.

A bill to amend 1957 PA 261, entitled "Michigan legislative retirement system act," by amending section 75 (MCL 38.1075), as amended by 1998 PA 501.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 75. (1) A qualified participant is immediately 100%
2 vested in his or her contributions made to Tier 2. A qualified
3 participant shall vest in the employer contributions made on his or
4 her behalf to Tier 2 according to the following schedule:

5 (a) Upon completion of 2 years of service, 50%.

6 (b) Upon completion of 3 years of service, 75%.

7 (c) Upon completion of 4 years of service, 100%.

8 (2) A qualified participant is vested in the health insurance
9 coverage provided in section 79 if the qualified participant meets
10 1 of the following requirements:

1 (a) The qualified participant **WAS ELECTED TO THE LEGISLATURE**
2 **BEFORE NOVEMBER 1, 2004**, has completed 6 years of service as a
3 qualified participant, and was not a member, deferred vested
4 member, or former nonvested member of Tier 1.

5 (b) The qualified participant was a member, deferred vested
6 member, or former nonvested member of Tier 1 who made an election
7 to participate in Tier 2 pursuant to section 61, and who has met
8 the service requirements he or she would have been required to meet
9 in order to vest in health benefits under section 50b.

10 (c) The qualified participant meets all of the following
11 requirements:

12 (i) Was not a member, deferred vested member, or former
13 nonvested member of Tier 1.

14 (ii) Was first elected to fill a vacancy in the house of
15 representatives for a period less than the full term but more than
16 1/2 of the term of office.

17 (iii) Has completed 5 years of service as a qualified
18 participant.

19 (D) **WAS ELECTED TO THE LEGISLATURE BEFORE NOVEMBER 1, 2004.**