

HOUSE BILL No. 6543

November 9, 2010, Introduced by Reps. Meadows and Griffin and referred to the Committee on Oversight and Investigations.

A bill to amend 1980 PA 300, entitled
"The public school employees retirement act of 1979,"
by amending section 43e (MCL 38.1343e), as added by 2010 PA 75.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 43e. (1) Except as otherwise provided in this section,
2 beginning July 1, 2010 **AND CONTINUING THROUGH JUNE 30, 2013**, each
3 member shall contribute 3% of the member's compensation to the
4 appropriate funding account established under the public employee
5 retirement health care funding act. For the school fiscal year that
6 begins July 1, 2010, members who were employed by a reporting unit
7 and were paid less than \$18,000.00 in the prior school fiscal year
8 and members who were hired on or after July 1, 2010 with a starting
9 salary less than \$18,000.00 shall contribute 1.5% of the member's

1 compensation to the appropriate funding account established under
2 the public employee retirement health care funding act. For each
3 school fiscal year that begins on or after July 1, 2011 **AND BEFORE**
4 **JULY 1, 2013**, members whose yearly salary is less than \$18,000.00
5 shall contribute 3% of the member's compensation to the appropriate
6 funding account established under the public employee retirement
7 health care funding act. The member contributions shall be deducted
8 by the employer and remitted as employer contributions in a manner
9 that the retirement system shall determine.

10 (2) As used in this act, "funding account" means the
11 appropriate irrevocable trust created in the public employee
12 retirement health care funding act for the deposit of funds and the
13 payment of retirement health care benefits.