



**House
Legislative
Analysis
Section**

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SERS: MILITARY SERVICE CREDIT PURCHASE

House Bill 5555

Sponsor: Rep. Philip E. Hoffman

Committee: Senior Citizens and
Retirement

RECEIVED

Complete to 8-14-90

OCT 08 1990

A SUMMARY OF HOUSE BILL 5555 AS INTRODUCED 3-5-90

Mich. State Law Library

The State Employees' Retirement Act provides that a member who was drafted or enlisted into the military is entitled to have up to five years of that service credited to his or her retirement upon reemployment with the state. The act also provides that, effective January 1, 1978, a member who was drafted or enlisted into the military, but who was not employed by the state prior to military service, may purchase service credit for up to five years of that active duty. The bill would extend this latter provision to a member who retired before January 1, 1978. Under the bill, up to five years of active duty could be credited upon payment of an amount equal to five percent of the member's final average compensation, multiplied by years of service purchased. Service could not be credited if it was, or would be, credited under any other federal, state, or local publicly supported retirement system; however, this restriction would not apply to persons who had, or would have, acquired retirement eligibility for service in the reserve.

MCL 38.18(6)

House Bill 5555 (8-14-90)