

HOUSE BILL No. 4455

March 16, 1989, Introduced by Reps. Hollister and Stabenow and referred to the Committee on Senior Citizens and Retirement.

A bill to amend Act No. 427 of the Public Acts of 1984, entitled as amended
"Municipal employees retirement act of 1984,"
as amended, being sections 38.1501 to 38.1555 of the Michigan Compiled Laws, by adding section 23a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 427 of the Public Acts of 1984, as
2 amended, being sections 38.1501 to 38.1555 of the Michigan
3 Compiled Laws, is amended by adding section 23a to read as
4 follows:

5 SEC. 23A. (1) A REDUCED RETIREMENT ALLOWANCE BEING PAID TO
6 A RETIRANT SHALL BE SUBJECT TO SUBSECTION (2) IF ALL OF THE FOL-
7 LOWING REQUIREMENTS ARE MET:

8 (A) THE RETIREMENT ALLOWANCE EFFECTIVE DATE WAS BEFORE
9 JANUARY 1, 1981.

1 (B) THE MEMBER SELECTED OPTION II OR III UNDER SECTION 51 OF
2 FORMER ACT NO. 135 OF THE PUBLIC ACTS OF 1945.

3 (C) THE NOMINATED BENEFICIARY PREDECEASES OR HAS PREDECEASED
4 THE RETIRANT.

5 (2) THE REDUCED RETIREMENT ALLOWANCE SUBJECT TO THIS SUBSEC-
6 TION SHALL REVERT TO A STRAIGHT LIFE RETIREMENT ALLOWANCE AS PRO-
7 VIDED IN SECTION 51 OF FORMER ACT NO. 135 OF THE PUBLIC ACTS OF
8 1945, INCLUDING POSTRETIREMENT ADJUSTMENT, IF ANY, TO BE PAID TO
9 THE RETIRANT OVER THE RETIRANT'S REMAINING LIFE. THE RETIRANT'S
10 STRAIGHT LIFE RETIREMENT ALLOWANCE SHALL BE PAYABLE BEGINNING ON
11 THE FIRST DAY OF THE MONTH FOLLOWING THE MONTH IN WHICH THE
12 RETIRANT NOTIFIES THE RETIREMENT BOARD AND PROVIDES SUFFICIENT
13 EVIDENCE THAT THE DESIGNATED BENEFICIARY HAS PREDECEASED THE
14 RETIRANT.