

SENATE BILL No. 1353

September 8, 2004, Introduced by Senators CLARKE, BERNERO, CLARK-COLEMAN, JACOBS, OLSHOVE and BRATER and referred to the Committee on Appropriations.

A bill to amend 1943 PA 240, entitled "State employees' retirement act," by amending section 63 (MCL 38.63), as added by 1996 PA 487.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 63. (1) This section is subject to the vesting
2 requirements of section 64.

3 (2) A qualified participant's employer shall contribute to
4 the qualified participant's account in Tier 2 an amount equal to
5 ~~4%~~ 6% of the qualified participant's compensation.

6 (3) A qualified participant may periodically elect to
7 contribute up to 3% of his or her compensation to his or her Tier
8 2 account. The qualified participant's employer shall make an
9 additional contribution to the qualified participant's Tier 2
10 account in an amount equal to the contribution made by the
11 qualified participant under this subsection.

1 (4) A qualified participant may make contributions in
2 addition to contributions made under subsection (3) to his or her
3 Tier 2 account as permitted by the state treasurer and the
4 internal revenue code. The qualified participant's employer
5 shall not match contributions made by the qualified participant
6 under this subsection.