SENATE BILL No. 180

February 9, 2005, Introduced by Senator STAMAS and referred to the Committee on Education.

A bill to amend 1980 PA 300, entitled
"The public school employees retirement act of 1979,"
by amending section 6 (MCL 38.1306), as amended by 1995 PA 272.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 6. (1) "Original member" means a member employed in
 Michigan public schools before July 1, 1945.
 - (2) "Out of system public education service" means service performed in public education meeting 1 or more of the following requirements:
 - (a) Performed in other states in the United States or its territorial possessions.
 - (b) Performed at the university of Michigan, Michigan state university, Wayne state university, Grand Valley state university,

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Senate Bill No. 180 as amended April 21, 2005

- 1 Oakland university, or Saginaw Valley university.
- 2 (c) Service purchased before January 31, 1991 and performed in
- 3 a juvenile training school operated by a county in this state.
- 4 (d) Service purchased before January 31, 1991 and performed in
- 5 a community mental health service program operated under former
- 6 Act No. 54 of the Public Acts of 1963 PA 54 for the severely
- 7 mentally retarded in day care programs, day training programs, or
- 8 day care training programs that were transferred to an intermediate
- 9 school district by direction of the department of education.
- 10 (e) Service— EXCEPT AS OTHERWISE PROVIDED IN THIS
- 11 SUBDIVISION, SERVICE purchased before January 31, 1991 and
- 12 performed as an elementary or secondary teacher at a United States
- 13 armed forces military base in the United States or a foreign
- 14 country. BEGINNING OCTOBER 1, 2005, SERVICE PERFORMED AS AN
- 15 ELEMENTARY OR SECONDARY TEACHER AT A UNITED STATES ARMED FORCES
- 16 MILITARY BASE IN THE UNITED STATES OR A FOREIGN COUNTRY IF THE
- 17 SERVICE WAS PERFORMED BEFORE JANUARY 31, 1991.
- 18 (f) <<Service EXCEPT AS OTHERWISE PROVIDED IN THIS SUBDIVISION, SERVICE>> purchased before January 31, 1991 and performed as
- 19 a teacher or administrator of American nationals in overseas public
- 20 elementary or secondary schools operated by the United States
- department of defense. <<BEGINNING OCTOBER 1, 2005, SERVICE PERFORMED AS A TEACHER OR ADMINISTRATOR OF AMERICAN NATIONALS IN OVERSEAS PUBLIC ELEMENTARY OR SECONDARY SCHOOLS OPERATED BY THE UNITED STATES DEPARTMENT OF DEFENSE IF THE SERVICE WAS PERFORMED BEFORE JANUARY 31, 1991.>>
- 22 (g) Performed by a person who first becomes employed by an
- 23 institution of higher education described in section 4, 5, or 6 of
- 24 article VIII of the state constitution of 1963 on or after January
- **25** 1, 1996.
- 26 (3) "Prior service" means service performed before July 1,
- **27** 1945.

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- 1 (4) Except as otherwise provided in this subsection, "public
- 2 school academy" means a public school academy established under
- 3 part 6a or 6b of the school code of 1976, Act No. 451 of the
- 4 Public Acts of 1976, being sections 380.501 to 380.507 and 380.511
- 5 to 380.518 of the Michigan Compiled Laws 1976 PA 451, MCL 380.501
- 6 TO 380.507 AND 380.511 TO 380.518. Public school academy does not
- 7 include any of the following:
- 8 (a) A public school academy operated by a state public
- 9 university that is not subject to the optional retirement act of
- 10 1967, Act No. 156 of the Public Acts of 1967, being sections
- 11 38.381 to 38.388 of the Michigan Compiled Laws 1967 PA 156, MCL
- 12 38.381 TO 38.388.
- 13 (b) A public school academy corporation formed by a state
- 14 public university that is not subject to Act No. 156 of the Public
- 15 Acts of 1967 THE OPTIONAL RETIREMENT ACT OF 1967, 1967 PA 156, MCL
- 16 38.381 TO 38.388.
- 17 (5) Except as otherwise provided in this subsection, "public
- 18 school employee" means an employee of a public local school
- 19 district, intermediate school district, public school academy, tax
- 20 supported community or junior college, eastern Michigan university,
- 21 central Michigan university, northern Michigan university, western
- 22 Michigan university, Ferris state university, Michigan
- 23 technological university, Lake Superior state university, or
- 24 district library as defined in section 69g if the conditions in
- 25 section 69g(1) are met for that employee. Service at Michigan
- 26 technological university shall be creditable only if the amount of
- 27 the accumulated contributions in the state employees' retirement

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- 1 system created by the state employees' retirement act, Act No. 240
- 2 of the Public Acts of 1943, being sections 38.1 to 38.48 of the
- 3 Michigan Compiled Laws 1943 PA 240, MCL 38.1 TO 38.69, for service
- 4 is paid to the retirement system. Service at Ferris state
- 5 university shall be creditable as prior service or membership
- 6 service only if the employee was employed at Ferris state
- 7 university on a full-time basis for 2 or more years after May 17,
- 8 1949. Until January 1, 1988, public school employee also includes a
- 9 person holding a Michigan teacher certificate and serving as an
- 10 employee of the Michigan high school athletic association, other
- 11 than a person whose effective date of employment with the Michigan
- 12 high school athletic association is on or after December 31, 1986.
- 13 Public school employee includes a public school employee on an
- 14 approved leave of absence. Public school employee does not include
- 15 a person who first becomes employed by a university described in
- 16 this subsection on or after January 1, 1996.