## **HOUSE BILL No. 5170**

September 5, 2007, Introduced by Reps. Wenke and Nitz and referred to the Committee on Government Operations.

A bill to amend 1986 PA 182, entitled "State police retirement act of 1986," by amending sections 7 and 24 (MCL 38.1607 and 38.1624).

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 7. (1) A member of the retirement board, upon appointment, shall take an oath of office, which shall be filed immediately in the office of the secretary of state.
- 4 (2) The business which the retirement board may perform

  5 PERFORMS shall be conducted at a public meeting of the retirement
- 6 board held in compliance with the open meetings act, Act No. 267 of
- 7 the Public Acts of 1976, being sections 15.261 to 15.275 of the
- 8 Michigan Compiled Laws 1976 PA 267, MCL 15.261 TO 15.275. Public
  - notice of the time, date, and place of the meeting shall be given
- 10 in the manner required by Act No. 267 of the Public Acts of 1976

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- 1 THE OPEN MEETINGS ACT, 1976 PA 267, MCL 15.261 TO 15.275. A
- 2 majority of the retirement board constitutes a quorum for the
- 3 transaction of business at a meeting of the board. A member of the
- 4 retirement board who fails to attend 3 consecutive regularly
- 5 scheduled meetings of the board, without valid excuse, shall be
- 6 considered as having resigned from retirement board membership, and
- 7 the retirement board shall declare by resolution the member's
- 8 office vacated as of the date of adoption of the resolution.
- 9 (3) A writing prepared, owned, used, in the possession of, or
- 10 retained by the retirement board in the performance of an official
- 11 function shall be made available to the public in compliance with
- 12 the freedom of information act, Act No. 442 of the Public Acts of
- 13 1976, being sections 15.231 to 15.246 of the Michigan Compiled Laws
- 14 1976 PA 442, MCL 15.231 TO 15.246.
- 15 (4) The retirement board may promulgate rules pursuant to the
- 16 administrative procedures act of 1969, Act No. 306 of the Public
- 17 Acts of 1969, being sections 24.201 to 24.328 of the Michigan
- 18 Compiled Laws 1969 PA 306, MCL 24.201 TO 24.328, for the
- 19 implementation and administration of this act.
- 20 (5) THE RETIREMENT BOARD SHALL CONDUCT A COST ANALYSIS OF THE
- 21 DEFINED BENEFIT RETIREMENT PROGRAM THAT SHALL BE COMPLETED ON OR
- 22 BEFORE JANUARY 2, 2008. THE RETIREMENT BOARD SHALL IMPLEMENT A
- 23 RETIREMENT BENEFIT PROGRAM FOR PARTIES HIRED ON AND AFTER JULY 1,
- 24 2008 THAT HAS A COST NO GREATER THAN A DEFINED CONTRIBUTION
- 25 RETIREMENT SYSTEM WOULD HAVE.
- 26 Sec. 24. (1) A-EXCEPT AS MAY OTHERWISE BE PROVIDED IN SECTION
- 27 7(5), A member who has 25 years or more of credited service under

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- 1 this act or former Act No. 251 of the Public Acts of 1935 PA
- 2 251, or both, may retire upon his or her written application to the
- 3 retirement board, stating a date, not less than 30 nor more than 90
- 4 days after the execution and filing of the application, he or she
- 5 desires to retire. However, a member who becomes 56 years of age
- 6 shall retire. A member retiring under this subsection shall be
- 7 entitled to receive a retirement allowance equal to 60% of his or
- 8 her final average compensation.
- 9 (2) If a retirant receiving a retirement allowance under
- 10 subsection (1) dies, the retirement allowance shall continue to be
- 11 paid to the surviving spouse of the retirant for the rest of the
- 12 spouse's life. If there is not a surviving spouse or upon the
- 13 spouse's death, then the retirement allowance shall be paid to the
- 14 children under the age of 18 of the retirant, share and share
- 15 alike. If the surviving spouse dies and there are not eligible
- 16 children, there shall be paid to the retirant's estate or his or
- 17 her legal representative any residual accumulated contributions and
- 18 interest made by the retirant into the fund.
- 19 (3) If the director of the department of state police orders
- 20 the retirement of any member eligible to retire for reason or
- 21 reasons other than having become 56 years of age, and that member
- 22 is aggrieved by the order, the member so affected shall be entitled
- 23 to appeal to the retirement board. An appeal shall be in writing
- 24 and filed with the retirement board within 30 days after receipt of
- 25 the order of retirement. The retirement board shall set the appeal
- 26 for hearing within 30 days after the filing of the appeal and shall
- 27 review the facts as presented and determine whether the order of

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1 retirement shall continue or be revoked.