

**SUBSTITUTE FOR
SENATE BILL NO. 167**

A bill to amend 1986 PA 182, entitled
"State police retirement act of 1986,"
(MCL 38.1601 to 38.1674) by adding sections 24c, 24d, 24e, and 24f.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 **Sec. 24c. (1) Subject to subsection (5), the retirement system**
2 **shall grant service under this act for service rendered under the**
3 **state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, to**
4 **a member described in section 4(1)(b) if the member pays to the**
5 **retirement system an amount equal to the actuarial value of the**
6 **service as determined by the retirement system's actuary.**

7 **(2) Service under the state employees' retirement act, 1943 PA**
8 **240, MCL 38.1 to 38.69, is not creditable toward retirement under**
9 **this act if the member is or will be receiving a retirement**

1 allowance for the same service from another retirement system.

2 (3) A member described in subsection (1) is not required to do
3 either of the following:

4 (a) Purchase any service credit under this section for service
5 rendered under the state employees' retirement act, 1943 PA 240,
6 MCL 38.1 to 38.69.

7 (b) If the member does purchase service credit under this
8 section for service rendered under the state employees' retirement
9 act, 1943 PA 240, MCL 38.1 to 38.69, purchase all of the service
10 rendered under the state employees' retirement act, 1943 PA 240,
11 MCL 38.1 to 38.69.

12 (4) After May 30, 2025 at 5 p.m. Eastern Daylight Saving Time,
13 a member is not eligible to initiate service credit purchase under
14 this section. A member has 4 years after the date of initiating
15 service credit purchase under this section to complete payment. If
16 a member does not complete purchasing service credit within 4 years
17 after the date of initiating the purchase, the member will not be
18 granted service credit under this section. A member may purchase
19 service under this section in 1 or more of the following manners:

20 (a) Tax-deferred payments, in a form and manner as determined
21 by the retirement system.

22 (b) Additional payments, in a form and manner as determined by
23 the retirement system.

24 (5) The retirement system shall establish a method to
25 implement the payments under subsection (4).

26 (6) For purposes of vesting under section 42b, a member is
27 granted service under this act for service rendered under the state
28 employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, if the
29 member purchased service under this section.

1 Sec. 24d. (1) Subject to subsection (5), the retirement system
2 shall grant service under this act for service rendered under the
3 state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, to
4 a member described in section 4(1)(d) if the member pays to the
5 retirement system an amount equal to the actuarial value of the
6 service as determined by the retirement system's actuary.

7 (2) Service under the state employees' retirement act, 1943 PA
8 240, MCL 38.1 to 38.69, is not creditable toward retirement under
9 this act if the member is or will be receiving a retirement
10 allowance for the same service from another retirement system.

11 (3) A member described in subsection (1) is not required to do
12 either of the following:

13 (a) Purchase any service credit under this section for service
14 rendered under the state employees' retirement act, 1943 PA 240,
15 MCL 38.1 to 38.69.

16 (b) If the member does purchase service credit under this
17 section for service rendered under the state employees' retirement
18 act, 1943 PA 240, MCL 38.1 to 38.69, purchase all of the service
19 rendered under the state employees' retirement act, 1943 PA 240,
20 MCL 38.1 to 38.69.

21 (4) After May 30, 2025 at 5 p.m. Eastern Daylight Saving Time,
22 a member is not eligible to initiate service credit purchase under
23 this section. A member has 4 years after the date of initiating
24 service credit purchase under this section to complete payment. If
25 a member does not complete purchasing service credit within 4 years
26 after the date of initiating the purchase, the member will not be
27 granted service credit under this section. A member may purchase
28 service under this section in 1 or more of the following manners:

29 (a) Tax-deferred payments, in a form and manner as determined

1 by the retirement system.

2 (b) Additional payments, in a form and manner as determined by
3 the retirement system.

4 (5) The retirement system shall establish a method to
5 implement the payments under subsection (4).

6 (6) For purposes of vesting under section 42b, a member is
7 granted service under this act for service rendered under the state
8 employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, if the
9 member purchased service under this section.

10 Sec. 24e. (1) Subject to subsection (5), the retirement system
11 shall grant service under this act for service rendered under the
12 state employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, to
13 a member described in section 4(1)(f) if the member pays to the
14 retirement system an amount equal to the actuarial value of the
15 service as determined by the retirement system's actuary.

16 (2) Service under the state employees' retirement act, 1943 PA
17 240, MCL 38.1 to 38.69, is not creditable toward retirement under
18 this act if the member is or will be receiving a retirement
19 allowance for the same service from another retirement system.

20 (3) A member described in subsection (1) is not required to do
21 either of the following:

22 (a) Purchase any service credit under this section for service
23 rendered under the state employees' retirement act, 1943 PA 240,
24 MCL 38.1 to 38.69.

25 (b) If the member does purchase service credit under this
26 section for service rendered under the state employees' retirement
27 act, 1943 PA 240, MCL 38.1 to 38.69, purchase all of the service
28 rendered under the state employees' retirement act, 1943 PA 240,
29 MCL 38.1 to 38.69.

1 (4) After May 30, 2025 at 5 p.m. Eastern Daylight Saving Time,
2 a member is not eligible to initiate service credit purchase under
3 this section. A member has 4 years after the date of initiating
4 service credit purchase under this section to complete payment. If
5 a member does not complete purchasing service credit within 4 years
6 after the date of initiating the purchase, the member will not be
7 granted service credit under this section. A member may purchase
8 service under this section in 1 or more of the following manners:

9 (a) Tax-deferred payments, in a form and manner as determined
10 by the retirement system.

11 (b) Additional payments, in a form and manner as determined by
12 the retirement system.

13 (5) The retirement system shall establish a method to
14 implement the payments under subsection (4).

15 (6) For purposes of vesting under section 42b, a member is
16 granted service under this act for service rendered under the state
17 employees' retirement act, 1943 PA 240, MCL 38.1 to 38.69, if the
18 member purchased service under this section.

19 Sec. 24f. For members described in sections 4(1)(b) to (g),
20 this act controls over a conflicting provision in a collective
21 bargaining agreement.

22 Enacting section 1. This amendatory act does not take effect
23 unless all of the following bills of the 102nd Legislature are
24 enacted into law:

25 (a) Senate Bill No. 165.

26 (b) Senate Bill No. 166.