MAINE STATE LEGISLATURE

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1 2 3 4	(After Deadline) (EMERGENCY) SECOND REGULAR SESSION
5 6	ONE HUNDRED AND TENTH LEGISLATURE
7 8	Legislative Document No. 1960
9	S. P. 837 In Senate, February 11, 1982 Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 27. Referred to the Committee on Aging, Retirement and Veterans and ordered printed. Sent down for concurrence.
1011	MAY M. ROSS, Secretary of the Senate Presented by Senator Clark of Cumberland. Cosponsor: Representative J. Mitchell of Freeport.
12 13	STATE OF MAINE
14 15 16	IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-TWO
17 18 19 20	AN ACT to Permit the Town of Freeport to Withdraw from the Maine State Retirement System.
21 22 23	Emergency preamble. Whereas, Acts of the Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and
24 25 26	Whereas, the employees of the Town of Freeport are currently participating in the Maine State Retirement System in addition to participating in the Social Security System; and
27 28	Whereas, the benefit plans of these 2 systems are, to a certain extent, duplicative; and

Whereas, it is needlessly expensive for the employees and the employers to continue to fund both retirement plans;

29 30 31

and

Whereas, this burdensome expense and duplicative benefit coverage should be reduced as soon as possible; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

8 Be it enacted by the People of the State of Maine as follows:

Sec. 1. Withdrawal from Maine State Retirement System authorized; procedure. The Town of Freeport, hereinafter called "the district" presently a participating local district in the Maine State Retirement System hereinafter called the "the system," is authorized to withdraw from further participation in the system upon the terms and conditions hereinafter set forth.

The withdrawal shall be accomplished by a majority vote of the board of selectmen at any duly warned, called and held meeting thereof. Upon the vote the chief fiscal officer of the district shall certify the same to the trustees of the system and the withdrawal shall become effective on the last day of the calendar month in which the certificate is received by the trustees.

Sec. 2. Certain withdrawals of contributions authorized. Any employee of the town who has made contributions to the system may withdraw the contributions in the manner provided by the Revised Statutes, Title 5, section 1096, as amended; provided that an application for the withdrawal shall be made not later than one year after the effective date of withdrawal by the town from the system.

Sec. 3. Effect of withdrawal.

- 1. Any employee of the town who withdraws his contribution or any person who begins employment after the effective date of withdrawal of the town from the system may not be a participant in the Maine State Retirement System as an employee of the Town of Freeport.
- 2. The Town of Freeport shall continue to be a local participating district for those former employees who are receiving retirement allowances or who are eligible for retirement benefits and all employees as of the effective

1 2 3 4 5	date of withdrawal who have not withdrawn their contribu- tions from the system. For the purposes of this subsection, those employees remaining in the system and the Town of Freeport are subject to the Revised Statutes, Title 5, chap- ter 101.
6 7	Emergency clause. In view of the emergency cited in the preamble, this Act shall take effect when approved.
8	STATEMENT OF FACT
9 10	The purpose of this bill is set out in the emergency preamble.
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