

MAINE STATE LEGISLATURE

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ONE HUNDRED AND FIFTH LEGISLATURE

Legislative Document

No. 835

H. P. 625

House of Representatives, February 11, 1971

Referred to Committee on Veterans and Retirement. Sent up for concurrence and ordered printed.

BERTHA W. JOHNSON, Clerk

Presented by Mr. Rollins of Dixfield.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED
SEVENTY-ONE

AN ACT Relating to Service Retirement of Teachers under
State Retirement System.

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

R. S., T. 5, § 1121, sub-§ 2, ¶ A, sub-¶ (2), amended. Subparagraph (2) of paragraph A of subsection 2 of section 1121 of Title 5 of the Revised Statutes, is amended to read as follows:

(2) If he has a prior service certificate in full force and effect, $1/50$ of his average final compensation multiplied by the number of years, not to exceed 25, of his prior service or, if the member was formerly subject to the Revised Statutes of 1944, chapter 37, sections 212 to 241, ~~$1/70$ of his average final compensation multiplied by the number of years of his prior service~~ $1/50$ of his average final compensation multiplied by the number of years of his prior service preceding July 1, 1942, and $1/60$ of his average final compensation multiplied by the number of years of his prior service from June 30, 1942 to July 1, 1947, except that there shall be a maximum allowance of 25 years of prior service credit pursuant to this subsection as of January 1, 1972. Adjustments in benefits already being paid under this section shall be adjusted by the Board of Trustees by applying a uniform 24 percent of adjustment in benefits currently being paid under this subsection, said adjustment will be effected on the first monthly pension payroll of January, 1972.

FISCAL NOTE

This adjustment will require an appropriation of \$3,917,097 for the current biennium and subsequent appropriations will decline with each ensuing biennium.

STATEMENT OF FACT

During the 104th Legislature basic adjustments in this subsection were made allowing service retirement to be computed at $1/60$ times the number of years of membership service. It was learned following the close of the regular session that for teachers this adjustment applied only to service membership following June 30, 1947 and all service credit prior to that time remained at $1/70$. This amendment seeks to bring service credit into line with the state employees.