

ONE HUNDRED AND EIGHTH LEGISLATURE

Legislative Document

No. 806

H. P. 665 On motion of Mr. Theriault of Rumford, referred to Committee on Veterans and Retirement. Sent up for concurrence and ordered printed. EDWIN H. PERT, Clerk

Presented by Mr. Henderson of Bangor.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED SEVENTY-SEVEN

AN ACT Relating to Military Service Credit of State Employees under the State Retirement System.

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

Sec. 1. 5 MRSA § 1094, sub-§ 13, 2nd sentence, as amended by PL 1969, c. 449, is further amended to read:

A state employee shall be entitled to this credit only if at point of retirement he shall have at least 15 10 years of creditable service in the State Retirement System.

Sec. 2. 5 MRSA § 1094, sub-§ 13, 3rd sentence, as amended by PL 1975, c. 622, § 35, is further amended to read:

The member shall contribute to the retirement system for each year of military service claimed that percentage of contribution required of active members during the period of time covered by said military service applied to the earnable compensation paid such member during the first year of state employment subsequent to service in the Armed Forces, together with interest at 2% greater than regular interest from January 1, 1976 or the date of attaining 45 10 years of creditable service, if later, to the date of payment; however, 5% shall be the minimum rate of contribution.

STATEMENT OF FACT

The purpose of this bill is to provide that a state employee may credit military service towards his retirement only if he has at least 10 years of creditable service in the State Retirement System. The present requirement is 15 years.

This change brings this section into conformity with section 1121, subsection 2, paragraph A, subparagraph (4), which establishes a time standard of 10 years creditable service for being vested in the State Retirement System.