

# MAINE STATE LEGISLATURE

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1 (New Draft of H.P. 1558, L.D. 2197)  
2 SECOND REGULAR SESSION  
3

4 ONE HUNDRED AND TWELFTH LEGISLATURE  
5

6 Legislative Document

No. 2366

7  
8 H.P. 1680

House of Representatives, April 10, 1986

9 Reported by Representative Hickey from the Committee on Aging,  
10 Retirement and Veterans and printed under Joint Rule 2. Original bill  
11 sponsored by Speaker Martin of Eagle Lake.

EDWIN H. PERT, Clerk

12  
13 STATE OF MAINE  
14

15 IN THE YEAR OF OUR LORD  
16 NINETEEN HUNDRED AND EIGHTY-SIX  
17

18 AN ACT Relating to Retirement Benefits for  
19 Confidential State Employees.  
20

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

23 Sec. 1. PL 1981, c. 453, §12, sub-§7 is enacted  
24 to read:

25 7. A member, other than an elected or appointed  
26 official, who without choice was placed in confiden-  
27 tial status with state-paid contributions to the re-  
28 irement system and retiring after June 30, 1983, and  
29 before January 1, 1986, will receive a one-time per-  
30 manent forward adjustment in retirement benefit as of  
31 January 1, 1986, to compensate for the difference in  
32 retirement benefits as a result of the pay differen-  
33 tial which occurred at the time of change in status.  
34 This adjustment will be based upon the member's aver-  
35 age final compensation at time of retirement. A mem-  
36 ber of this class retiring after January 1, 1986, may

1 receive an adjustment in average final compensation  
2 based upon factors and a schedule approved by the  
3 board.

4       **Sec. 2. Application.** The June 30, 1983, to Jan-  
5 uary 1, 1986, adjustment set out in section 1 shall  
6 be applied to average final compensation according to  
7 the following schedule:

8	DATE	FACTOR
9	July 1983	1.037
10	August 1983	1.036
11	September 1983	1.035
12	October 1983	1.035
13	November 1983	1.034
14	December 1983	1.033
15	January 1984	1.032
16	February 1984	1.032
17	March 1984	1.031
18	April 1984	1.030
19	May 1984	1.029
20	June 1984	1.029
21	July 1984	1.028
22	August 1984	1.027
23	September 1984	1.026
24	October 1984	1.025
25	November 1984	1.025
26	December 1984	1.024
27	January 1985	1.023
28	February 1985	1.022
29	March 1985	1.021
30	April 1985	1.021
31	May 1985	1.020
32	June 1985	1.019
33	July 1985	1.018
34	August 1985	1.017
35	September 1985	1.017
36	October 1985	1.016
37	November 1985	1.015
38	December 1985	1.014

39       **Sec. 3. Appropriation.** The following funds are  
40 appropriated from the General Fund to carry out the  
41 purposes of this Act.

42 1986-87

1 MAINE STATE RETIREMENT SYSTEM

2	All Other	\$192,640
3	Provides funds to pay	
4	for the additional	
5	benefits for confi-	
6	dential employees	
7	provided for in this	
8	Act.	

9 FISCAL NOTE

10 The estimated cost of this new draft is as fol-  
11 lows:

12	Additional reserves required	
13	for present retirees	\$120,804
14	Estimated increase in total	
15	reserves for future retirees	<u>71,836</u>
16	Total	\$192,640

17 STATEMENT OF FACT

18 This one-time adjustment in retirement benefits  
19 would be paid to persons in confidential employment  
20 status with required state-paid contributions and re-  
21 tiring after June 30, 1983. The adjustment is to  
22 compensate these persons for a 5% differential in  
23 gross salary among different classes of confidential  
24 employees which occurred in fiscal year 1982.

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