MAINE STATE LEGISLATURE

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FIRST REGULAR SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

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14 15 NO. 1166

H.P. 865 House of Representatives, April 9, 1987
Reference to the Committee on Aging, Retirement and
Veterans suggested and ordered printed.
EDWIN H. PERT, Clerk

Presented by Representative BOST of Orono.

Cosponsored by Representatives CLARK of Millinocket and HANDY of Lewiston.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

AN ACT to Realign the Base-year Retirement
Computation with the Cost of Living
for Residual Members of the Maine
State Retirement System Employed by
the University of Maine System.

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

- 5 MRSA \$17855, sub-\$4 is enacted to read:
- 4. Exclusion of certain income in calculating earnable compensation. For purposes of this section, any wages paid by the University of Maine System for part-time employment to an employee, who had formerly held a full-time appointment, shall not be included in calculating earnable compensation.

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2 Approximately 100 members of the University of 3 Maine faculty are members of the Maine State Retire-4 ment System, most of whom are elderly. In a creative exercise, the University of Maine System has permit-5. 6 ted its faculty to take a partial retirement. 7 savings in senior faculty salaries often permits 8 university to hire a new faculty member full time, while retaining half of the senior member's time. 9 10 The partial retiree soon runs up against a cap which the state retirement system places upon the earnings 11 12 of those who, after retirement, are restored to service. We propose to amend the law, removing the cap 13 14 for University of Maine System employees whose retirement is pursuant to a bona fide, voluntary par-15 16 tial retirement program.

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