

L.D. 754

**STATE OF MAINE** 7 HOUSE OF REPRESENTATIVES **114TH LEGISLATURE** Q FIRST REGULAR SESSION 11 COMMITTEE AMENDMENT "H" to H.P. 556, L.D. 754, Bill, "An 13 Act to Amend Certain Portions of the Maine Legislative Retirement System and the Maine Judicial Retirement System to Make Them 15 Comparable to Similar Portions of the Maine State Retirement 17 System Statutes" 19 Amend the bill in section 7, in subsection 1, in the 7th line (page 2, line 5 in L.D.) by inserting after the words 21 "public school teacher" the following: 'or an employee of the Vocational-Technical Institute System' 23 Further amend the bill in section 14 by striking out all of 25 that part designated "<u>\$859.</u>" (page 3, lines 28 to 37 in L.D.) and inserting in its place the following: 27 '<u>\$859. Remarriage after retirement</u> 29 If a retiree who is the recipient of a reduced service 31 retirement allowance under section 857 remarries after the retiree's spouse dies, the retiree may elect to have the reduced retirement benefit paid under the same option to the new spouse 33 after the retiree's death instead of continuing the original 35 reduced retirement allowance to the retiree during the retiree's lifetime, under the same basis as provided for members of the 37 Maine State Retirement System by Title 5, section 17805.' 39 Further amend the bill by inserting after section 23 (page 5 in L.D.) the following: 41 'Sec. 24. 4 MRSA §1302, sub-§1, as amended by PL 1983, c. 863, Pt. B, and 45, is further amended to read: 43 Membership service. All judicial service of a member 45 1. after November 30, 1984, and-prior-to-the-member-'s 71st-birthday, for which contributions are made shall be allowed as creditable 47 service. 49 Sec. 25. 4 MRSA §1303, sub-§1, as amended by PL 1983, c. 863, 51 Pt. B,  $\S$ 20 and 45, is further amended to read:

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1 1. Payment. For each member, who-has-not-attained-the-ageef-71, the State shall pay annually into the fund an amount known as the employer contribution.' 3 5 Further amend the bill in section 33 by striking out all of that part designated "<u>\$1360.</u>" (page 7, lines 33 to 55 and page 8, 7 lines 2 to 19 in L.D.) and inserting in its place the following: 9 <u>'§1360. Remarriage after retirement</u> 11 If a retiree who is the recipient of a reduced regular retirement allowance under section 1357, subsection 2, paragraph 13 B. C or D remarries after the retiree's spouse dies, the following provisions apply. 15 1. Election of benefit for new spouse. The retiree may 17 elect to have the reduced retirement benefit paid under the same option to the new spouse after the retiree's death instead of continuing the original reduced retirement allowance to the 19 retiree during the retiree's lifetime, under the following 21 conditions: 23 A. The original spouse must have been the sole beneficiary of the reduced retirement allowance under section 1357, 25 subsection 2, paragraph B, C or D; and 27 B. The retiree must have been married to the new spouse for at least 6 months. 29 2. Time and manner of election. The retiree may make the 31 election at any time after the death of the original spouse and remarriage to the new spouse by: 33 A. Sending a written request to the executive director; and 35 B. Submitting evidence of the death of the former spouse 37 and date of marriage to the new spouse. 39 3. Amount of benefit. The amount of the benefit payable under the option elected shall be the actuarial equivalent, at the date of the beginning of payment of benefits under this 41 section, of the amount of reduced retirement allowance the 43 retiree has been receiving. 45 4. Effective date of coverage of new spouse. The effective date of the designation of the new spouse as the retiree's new 47 beneficiary shall be the date the request is received or 6 months after the date of remarriage, whichever comes later. The 49 retiree's retirement allowance shall be adjusted on the first day of the month following the effective date of the new designation 51 of beneficiary.'

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COMMITTEE AMENDMENT "A" to H.P. 556, L.D. 754 1 Further amend the bill by renumbering the sections to read consecutively. 3 5 STATEMENT OF FACT 7 This amendment accomplishes the following: 9 1. Adds Vocational-Technical Institute System employees to 11 those persons who may continue to be members of the Maine State Retirement System while on leave of absence to serve in the Legislature; 13 15 2. Clarifies that the term "recipient" means the retiree who is a recipient; and 17 Eliminates the provision that members of the Maine 3. Judicial Retirement System who have reached 71 years of age may 19 not earn creditable service toward retirement benefits or receive state contributions toward their retirement. 21

Reported by the Committee on Aging, Retirement and Veterans Reproduced and distributed under the direction of the Clerk of the House 4/24/89

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