

1 *Senate* BILL NO. *302*
 2 INTRODUCED BY *Nealya Mehner*
 3

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE SERVICE
 5 CREDIT IN PUBLIC EMPLOYEES' RETIREMENT SYSTEM FOR THOSE WHO
 6 HAVE SERVED IN THE ARMED FORCES OF THE UNITED STATES;
 7 AMENDING SECTION 68-1605.1, R.C.M. 1947, AND REPEALING
 8 SECTION 68-1605, R.C.M. 1947."
 9

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11 Section 1. Section 68-1605.1, R.C.M. 1947, is amended
 12 to read as follows:

13 "68-1605.1. Election to qualify military service for
 14 full credit. A member with ten (10) years or more of state
 15 service credited under this act may at any time prior to
 16 retirement make a written election with the board to qualify
 17 all or any portion of his active service in the armed forces
 18 of the United States for the purpose of calculating
 19 retirement benefits up to a maximum of five (5) years ~~if he~~
 20 ~~is not otherwise eligible to receive credit for this same~~
 21 ~~service pursuant to section 68-1605.1 to qualify this service~~
 22 ~~he must contribute to the retirement fund the amount~~
 23 ~~determined by the board to be due based on his compensation~~
 24 ~~and normal contribution rate as of his eleventh year and as~~
 25 ~~many succeeding years as are required to qualify this~~

1 ~~service with interest from the date he becomes eligible for~~
 2 ~~this benefit to the date he so contributes.~~ He may not
 3 qualify more of this service than he has state service in
 4 excess of ten (10) years."

5 Section 2. Section 68-1605, R.C.M. 1947, is repealed.

-End-

FISCAL NOTE

Form BD 15

In compliance with a written request received January 30, 19 75, there is hereby submitted a Fiscal Note for Senate Bill 302 pursuant to Chapter 53, Laws of Montana, 1965 - Thirty-Ninth Legislative Assembly. Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

DESCRIPTION OF PROPOSED LEGISLATION:

Senate Bill 302 provides service credit in public employees' retirement system for those who have served in the armed forces of the United States.

FISCAL IMPACT:

Since enactment of Senate Bill 302 expands the potential service credit for servicemen, the predicted effect is to increase public employee retirement system expenditures; however, the magnitude of such expenditures cannot be predicted until the end of February when actuarial estimates are available.



BUDGET DIRECTOR

Office of Budget and Program Planning

Date: February 4, 1975