

HOUSE BILL NO. 573

INTRODUCED BY NORDTVEDT

IN THE HOUSE

January 30, 1981	Introduced and referred to Committee on State Administration.
February 2, 1981	Fiscal note requested.
February 5, 1981	Fiscal note returned.
February 11, 1981	Committee recommend bill do pass. Report adopted.
February 12, 1981	Bill printed and placed on members' desks.
February 13, 1981	Second reading, do pass.
February 16, 1981	Considered correctly engrossed.
February 17, 1981	Third reading, passed. Ayes, 83; Noes, 16. Transmitted to Senate.

IN THE SENATE

February 18, 1981	Introduced and referred to Committee on State Administration.
March 17, 1981	Committee recommend bill be concurred in as amended. Report adopted.
March 19, 1981	Second reading, concurred in.
March 21, 1981	Third reading, concurred in as amended. Ayes, 48; Noes, 0.

IN THE HOUSE

March 23, 1981	Returned from Senate with amendments.
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April 7, 1981

Second reading, amendments concurred in.

On motion rules suspended and bill placed on third reading this day.

Third reading, amendments concurred in. Ayes, 85; Noes, 12. Sent to enrolling.

Reported correctly enrolled.

1 HOUSE BILL NO. 573
2 INTRODUCED BY *Unintroduced*

4 A BILL FOR AN ACT ENTITLED: "AN ACT AMENDING SECTION
5 19-4-802, MCA, TO REDUCE THE MINIMUM EARLY RETIREMENT AGE IN
6 THE TEACHERS' RETIREMENT SYSTEM FROM 55 YEARS TO 50 YEARS
7 AND TO REVISE THE FORMULA FOR CALCULATING THE EARLY
8 RETIREMENT ALLOWANCE."

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

11 Section 1. Section 19-4-802, MCA, is amended to read:

12 "19-4-802. Early retirement. (1) A member who has at

13 least 5 years of creditable service, whose last 5 years of

14 creditable service were in this state, and who has attained

15 the age of 55 ~~50~~ may retire from service and be eligible for

16 an early retirement allowance if he files with the

17 retirement board his written application setting forth the

18 fact of his retirement.

1 multiplied by the number of months during the last 60 months
2 that the retirement date precedes the date on which he would
3 have retired had he attained 60 years of age or had he
4 completed 30 years of creditable service."

-End-

STATE OF MONTANA

REQUEST NO. 284-81

FISCAL NOTE

Form BD-15

In compliance with a written request received February 2, 19 81, there is hereby submitted a Fiscal Note for House Bill 573 pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA).

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.

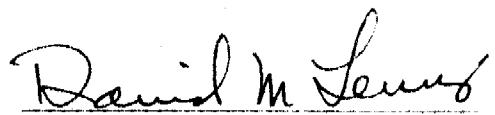
Description of Proposed Legislation

House Bill 573 would reduce the minimum early retirement age in the Teachers' Retirement System from 55 to 50 and revise the reduction factors for calculating the early retirement benefit.

Fiscal Impact

None.

The reduction factors in the bill would allow early retirement with no cost to the system since the accrued benefit at the time of retirement will be reduced to offset the extra cost of providing benefits for a longer period.



BUDGET DIRECTOR

Office of Budget and Program Planning

Date: 2-5-81

Approved by Committee
on State Administration

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-End-

-2- SECOND READING

HB 573

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22 [A] by 1/2 of 1% multiplied by the number of months by
23 which during the first 60 months that up to a maximum of 60
24 MONTHS BY WHICH the retirement date precedes the date on
25 which he would have retired had he attained 60 years of age

1 or had he completed 30 years of creditable service; and
2 (B) by 3/10 of 1% multiplied by the number of months
3 during the last 60 months IN EXCESS OF THE 60 MONTHS IN
4 SUBSECTION (2)(A) BUT NOT TO EXCEED 60 ADDITIONAL MONTHS
5 that the retirement date precedes the date on which he would
6 have retired had he attained 60 years of age or had he
7 completed 30 years of creditable service."

-End-

March 17, 1981

SENATE STANDING COMMITTEE REPORT
(State Administration)

That House Bill No. 573 be amended as follows:

1. Page 1, line 21.

Following: "reduced"

Insert: "as follows: (a)"

2. Page 1, line 22.

Following: "~~which~~"

Strike: "during the first 60 months that"

Insert: "up to a maximum of 60 months by which"

3. Page 1, line 25.

Following: "service"

Insert: ";"

Following: "and"

Insert: "(b)"

4. Page 2, line 1.

Following: "months"

Strike: "during the last 60 months"

Insert: "in excess of the 60 months in subsection (2) (a) but not
to exceed 60 additional months"