

131st MAINE LEGISLATURE

FIRST REGULAR SESSION-2023

Legislative Document

No. 185

S.P. 89

In Senate, January 13, 2023

An Act to Reduce the Benefit Penalty Imposed on Career Educators Who Retire After 35 Years of Service

Reference to the Committee on Labor and Housing suggested and ordered printed.

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DAREK M. GRANT Secretary of the Senate

Presented by President JACKSON of Aroostook. Cosponsored by Representative BRENNAN of Portland and Senators: RAFFERTY of York, TIPPING of Penobscot, Representative: ROEDER of Bangor.

1	Be it enacted by the People of the State of Maine as follows:
2	Sec. 1. 5 MRSA §17851, sub-§3-B is enacted to read:
3	3-B. School administrator or teacher with creditable service of 35 years or more
4 5	in service at retirement. A school administrator or teacher in service who has completed
6	<u>35 or more years of creditable service qualifies for a service retirement benefit if the</u> member retires at any time after completing 35 years of service.
7	Sec. 2. 5 MRSA §17852, sub-§3-C is enacted to read:
8	3-C. School administrator or teacher with creditable service of 35 years or more
9	in service at retirement; 10 years of creditable service on July 1, 1993. Notwithstanding
10	subsection 3, the amount of the service retirement benefit for a school administrator or
11 12	teacher qualified under section 17851, subsection 3-B is computed in accordance with
12	subsection 1, except that the benefit is reduced by 2% for each year that the school administrator's age or teacher's age precedes 60 years of age.
13	This subsection applies to members who, on July 1, 1993, have 10 years of creditable
15	service. For the purpose of calculating creditable service under this subsection, creditable
16	service includes time during which a member participated in the voluntary cost savings
17	plan or the voluntary employee incentive program, authorized by Public Law 1989, chapter
18	702, Part F, section 6 and Public Law 1991, chapter 591, Part BB and chapter 780, Part
19 20	VV, or 10 years of combined creditable service under this Part and Title 3, chapter 29, or
20 21	creditable service available to a member that the member was eligible to purchase on June 30, 1993 and that the member does purchase in accordance with rules adopted by the board.
21	<u>30, 1993 and that the member does purchase in accordance with rules adopted by the board.</u>
22	SUMMARY
23	This bill allows school administrators and teachers in service after 35 years of
24	creditable service to retire and collect retirement benefits and reduces those benefits by 2%
25	for each year that the school administrator's age or teacher's age precedes 60 years of age.