

1999 ASSEMBLY BILL 124

February 16, 1999 – Introduced by Representatives MUSSER, RHOADES, RYBA, PETTIS, BRANDEMUEHL, OWENS, SCHNEIDER, PLOUFF, ALBERS, HANDRICK, KELSO, SYKORA, FREESE, SPILLNER, REYNOLDS, TURNER, SERATTI, POWERS, HASENOHRL, BOYLE, HAHN and KREUSER, cosponsored by Senators CLAUSING, DECKER, FITZGERALD, SCHULTZ, DARLING, ROESSLER and BRESKE. Referred to Joint survey committee on Retirement Systems.

1 **AN ACT to repeal** 40.02 (15) (c) 1. and 40.02 (15) (c) 5.; **to amend** 40.02 (15) (c)
 2 4.; and **to create** 40.02 (15) (c) 1g. and 40.02 (15) (c) 1r. of the statutes; **relating**
 3 **to:** creditable military service under the Wisconsin retirement system.

Analysis by the Legislative Reference Bureau

Under current law, a participating employe under the Wisconsin retirement system (WRS) may receive one year of creditable service under the WRS for each year of military service, up to a maximum of four years of military service credit, at the time of retirement in either of the following ways:

1. If the participant left employment covered under the WRS to enter military service and returned to the same employer within 180 days after being discharged, the participant may receive one year of military service credit for each year of military service (regardless of the amount of the participant's creditable service).

2. If the participant's military service was performed before 1974, the participant may receive up to one, two, three or four years of military service credit if the participant has at least five, ten, fifteen or twenty years, respectively, of creditable service (not counting previously granted military service credit).

This bill provides that a participating employe in the WRS who terminates covered service on or after the effective date of the bill may receive creditable military service under item 2 for active military service served at any time.

In addition, the bill provides that, for the purposes of item 2., the participant may receive military service credits under the WRS for military service that is used for the purpose of establishing entitlement to a retirement benefit that is paid by the federal government.

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This bill will be referred to the joint survey committee on retirement systems for a detailed analysis, which will be printed as an appendix to this bill.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

1 **SECTION 1.** 40.02 (15) (c) 1. of the statutes is repealed.

2 **SECTION 2.** 40.02 (15) (c) 1g. of the statutes is created to read:

3 40.02 **(15)** (c) 1g. For a participant who terminates creditable service on or after
4 January 1, 1982, but before the effective date of this subdivision [revisor inserts
5 date], this paragraph applies only to active military service prior to January 1, 1974.

6 **SECTION 3.** 40.02 (15) (c) 1r. of the statutes is created to read:

7 40.02 **(15)** (c) 1r. For a participant who terminates creditable service on or after
8 the effective date of this subdivision [revisor inserts date], this paragraph applies
9 to active military service served at any time.

10 **SECTION 4.** 40.02 (15) (c) 4. of the statutes is amended to read:

11 40.02 **(15)** (c) 4. ~~This~~ If the participant makes an election under s. 40.30 (2), this
12 paragraph does not apply to any active service used for the purpose of establishing
13 entitlement to, or the amount of, any benefit, other than a disability benefit, to be
14 paid by any federal retirement program except OASDHI and the retired pay for
15 nonregular military service program under 10 USC 1331 to 1337 or, if the participant
16 ~~makes an election under s. 40.30 (2),~~ by any retirement system specified in s. 40.30
17 (2) other than the Wisconsin retirement system.

18 **SECTION 5.** 40.02 (15) (c) 5. of the statutes is repealed.

19 **SECTION 6. Initial applicability.**

