## SUBSTITUTE FOR

## HOUSE BILL NO. 5301

## A bill to amend 1966 PA 293, entitled

"An act to provide for the establishment of charter counties; to provide for the election of charter commissioners; to prescribe their powers and duties; to prohibit certain acts of a county board of commissioners after the approval of the election of a charter commission; to prescribe the mandatory and permissive provisions of a charter; to provide for the exercise by a charter county of certain powers whether or not authorized by its charter; and to prescribe penalties and provide remedies,"

(MCL 45.501 to 45.521) by adding section 14a.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 14A. (1) BEGINNING SEPTEMBER 30, 2014, EACH COUNTY ROAD
- 2 AGENCY SHALL ANNUALLY CERTIFY TO THE DEPARTMENT THAT IT SATISFIES 1
- 3 OF THE FOLLOWING CONDITIONS WITH RESPECT TO TRANSPORTATION
- 4 EMPLOYEES:
- 5 (A) THE COUNTY ROAD AGENCY HAS DEVELOPED AND PUBLICIZED A
- 6 TRANSPORTATION EMPLOYEE COMPENSATION PLAN THAT THE COUNTY ROAD
- 7 AGENCY INTENDS TO IMPLEMENT WITH ANY NEW, MODIFIED, OR EXTENDED

- 1 CONTRACT OR EMPLOYMENT AGREEMENTS FOR TRANSPORTATION EMPLOYEES NOT
- 2 COVERED UNDER CONTRACT OR EMPLOYMENT AGREEMENT. THE TRANSPORTATION
- 3 EMPLOYEE COMPENSATION PLAN THAT EACH COUNTY ROAD AGENCY PLANS TO
- 4 ACHIEVE SHALL BE POSTED ON A PUBLICLY ACCESSIBLE INTERNET SITE AND
- 5 MUST BE SUBMITTED TO THE DEPARTMENT. AT A MINIMUM, THE
- 6 TRANSPORTATION EMPLOYEE COMPENSATION PLAN SHALL INCLUDE ALL OF THE
- 7 FOLLOWING:
- 8 (i) NEW TRANSPORTATION EMPLOYEE HIRES WHO ARE ELIGIBLE FOR
- 9 RETIREMENT PLANS ARE PLACED ON RETIREMENT PLANS THAT CAP ANNUAL
- 10 EMPLOYER CONTRIBUTIONS AT 10% OF BASE SALARY FOR TRANSPORTATION
- 11 EMPLOYEES WHO ARE ELIGIBLE FOR SOCIAL SECURITY BENEFITS. FOR
- 12 TRANSPORTATION EMPLOYEES WHO ARE NOT ELIGIBLE FOR SOCIAL SECURITY
- 13 BENEFITS, THE ANNUAL EMPLOYER CONTRIBUTION IS CAPPED AT 16.2% OF
- 14 BASE SALARY.
- 15 (ii) FOR DEFINED BENEFIT PENSION PLANS, A MAXIMUM MULTIPLIER OF
- 16 1.5% FOR ALL TRANSPORTATION EMPLOYEES WHO ARE ELIGIBLE FOR SOCIAL
- 17 SECURITY BENEFITS, EXCEPT, WHERE POSTEMPLOYMENT HEALTH CARE IS NOT
- 18 PROVIDED, THE MAXIMUM MULTIPLIER SHALL BE 2.25%. FOR ALL
- 19 TRANSPORTATION EMPLOYEES WHO ARE NOT ELIGIBLE FOR SOCIAL SECURITY
- 20 BENEFITS, A MAXIMUM MULTIPLIER OF 2.25%, EXCEPT, WHERE
- 21 POSTEMPLOYMENT HEALTH CARE IS NOT PROVIDED, THE MAXIMUM MULTIPLIER
- 22 SHALL BE 3.0%.
- 23 (iii) FOR DEFINED BENEFIT PENSION PLANS, FINAL AVERAGE
- 24 COMPENSATION FOR ALL TRANSPORTATION EMPLOYEES IS CALCULATED USING A
- 25 MINIMUM OF 3 YEARS OF COMPENSATION AND SHALL NOT INCLUDE MORE THAN
- 26 A TOTAL OF 240 HOURS OF PAID LEAVE. OVERTIME HOURS SHALL NOT BE
- 27 USED IN COMPUTING THE FINAL AVERAGE COMPENSATION FOR A

- 1 TRANSPORTATION EMPLOYEE.
- 2 (iv) HEALTH CARE PREMIUM COSTS FOR NEW TRANSPORTATION EMPLOYEE
- 3 HIRES SHALL INCLUDE A MINIMUM TRANSPORTATION EMPLOYEE SHARE OF 20%;
- 4 OR, AN EMPLOYER'S SHARE OF THE LOCAL HEALTH CARE PLAN COSTS SHALL
- 5 BE COST COMPETITIVE WITH THE NEW STATE PREFERRED PROVIDER
- 6 ORGANIZATION HEALTH PLAN, ON A PER-TRANSPORTATION-EMPLOYEE BASIS.
- 7 (B) COMPLY WITH 1 OF THE FOLLOWING:
- 8 (i) A COUNTY ROAD AGENCY THAT OFFERS MEDICAL BENEFITS TO ITS
- 9 TRANSPORTATION EMPLOYEES OR ELECTED PUBLIC OFFICIALS SHALL CERTIFY
- 10 TO THE DEPARTMENT BY SEPTEMBER 30, 2014 THAT IT IS IN COMPLIANCE
- 11 WITH THE PUBLICLY FUNDED HEALTH INSURANCE CONTRIBUTION ACT, 2011 PA
- 12 152, MCL 15.561 TO 15.569. DENTAL AND VISION COVERAGES ARE NOT
- 13 CONSIDERED MEDICAL BENEFITS. THE DEPARTMENT SHALL DEVELOP A
- 14 CERTIFICATION PROCESS AND METHOD FOR COUNTY ROAD AGENCIES TO
- 15 FOLLOW.
- 16 (ii) A COUNTY ROAD AGENCY THAT DOES NOT OFFER MEDICAL BENEFITS
- 17 TO ITS TRANSPORTATION EMPLOYEES OR ELECTED PUBLIC OFFICIALS SHALL
- 18 CERTIFY TO THE DEPARTMENT BY SEPTEMBER 30, 2014 THAT IT DOES NOT
- 19 OFFER MEDICAL BENEFITS TO ITS TRANSPORTATION EMPLOYEES OR ELECTED
- 20 PUBLIC OFFICIALS. DENTAL AND VISION COVERAGES ARE NOT CONSIDERED
- 21 MEDICAL BENEFITS. THE DEPARTMENT SHALL DEVELOP A CERTIFICATION
- 22 PROCESS AND METHOD FOR COUNTY ROAD AGENCIES TO FOLLOW.
- 23 (2) IF A COUNTY ROAD AGENCY DOES NOT MAKE THE CERTIFICATION
- 24 REQUIRED UNDER SUBSECTION (1), THE DEPARTMENT MAY WITHHOLD ALL OR
- 25 PART OF THE DISTRIBUTIONS TO THE COUNTY ROAD AGENCY FROM THE
- 26 MICHIGAN TRANSPORTATION FUND UNDER 1951 PA 51, MCL 247.651 TO
- 27 247.675. A WITHHOLDING UNDER THIS SUBSECTION SHALL CONTINUE FOR THE

- 1 PERIOD OF NONCOMPLIANCE WITH SUBSECTION (1) BY THE COUNTY ROAD
- 2 AGENCY.
- 3 (3) A COUNTY ROAD AGENCY SHALL MAINTAIN A SEARCHABLE WEBSITE
- 4 ACCESSIBLE BY THE PUBLIC AT NO COST THAT INCLUDES, BUT IS NOT
- 5 LIMITED TO, ALL OF THE FOLLOWING:
- 6 (A) FISCAL YEAR-TO-DATE EXPENDITURES BY CATEGORY.
- 7 (B) FISCAL YEAR-TO-DATE EXPENDITURES BY APPROPRIATION UNIT.
- 8 (C) FISCAL YEAR-TO-DATE PAYMENTS TO A SELECTED VENDOR,
- 9 INCLUDING THE VENDOR NAME, PAYMENT DATE, PAYMENT AMOUNT, AND
- 10 PAYMENT DESCRIPTION.
- 11 (D) THE NUMBER OF ACTIVE TRANSPORTATION EMPLOYEES OF THE
- 12 COUNTY ROAD AGENCY BY JOB CLASSIFICATION.
- 13 (E) JOB SPECIFICATIONS AND WAGE RATES.
- 14 (F) A FINANCIAL PERFORMANCE DASHBOARD.
- 15 (G) THE NAMES AND CONTACT INFORMATION FOR THE COUNTY ROAD
- 16 COMMISSIONERS.
- 17 (H) A RECOGNITION OF UNFUNDED LIABILITIES.
- 18 (I) A COPY OF THE CERTIFICATION REQUIRED BY SUBSECTION (1).
- 19 (4) A COUNTY ROAD AGENCY MAY DEVELOP AND OPERATE ITS OWN
- 20 WEBSITE TO PROVIDE THE INFORMATION REQUIRED UNDER SUBSECTION (3),
- 21 OR THE COUNTY ROAD AGENCY MAY REFERENCE THIS STATE'S CENTRAL
- 22 TRANSPARENCY WEBSITE AS THE SOURCE FOR THE INFORMATION REQUIRED
- 23 UNDER SUBSECTION (3). A COUNTY ROAD AGENCY MAY ALSO POST THE
- 24 INFORMATION REQUIRED UNDER SUBSECTION (3) ON THE WEBSITE FOR THE
- 25 COUNTY WITHIN WHICH THE COUNTY ROAD AGENCY IS LOCATED.
- 26 (5) FOR PURPOSES OF THIS SECTION ONLY:
- 27 (A) "COUNTY ROAD AGENCY" MEANS A COUNTY ROAD COMMISSION OR A

- BODY THAT HAS THE POWERS OF A COUNTY ROAD COMMISSION IN A COUNTY 1
- 2 THAT ADOPTS A CHARTER UNDER THIS ACT. IN ADDITION, IF A BOARD OF
- 3 COUNTY ROAD COMMISSIONERS OF A COUNTY IS DISSOLVED AS PROVIDED IN
- 4 SECTION 6 OF CHAPTER IV OF 1909 PA 283, MCL 224.6, COUNTY ROAD
- COMMISSION INCLUDES THE COUNTY BOARD OF COMMISSIONERS OF THAT 5
- 6 COUNTY.
- 7 (B) "DEPARTMENT" MEANS THE STATE TRANSPORTATION DEPARTMENT.
- 8 (C) "TRANSPORTATION EMPLOYEE" MEANS AN EMPLOYEE PAID IN WHOLE
- 9 OR IN PART THROUGH REVENUES DISTRIBUTED UNDER SECTIONS 12 TO 13 OF
- 10 1951 PA 51, MCL 247.662 TO 247.663, OR AN EMPLOYEE WHO IS ENGAGED
- 11 PRIMARILY IN WORK FUNDED THROUGH REVENUES DISTRIBUTED UNDER
- 12 SECTIONS 12 TO 13 OF 1951 PA 51, MCL 247.662 TO 247.663.