## SENATE BILL No. 642

October 25, 1989, Introduced by Senators CROPSEY, DILLINGHAM, GEO. HART, CHERRY, WELBORN, DI NELLO, J. HART, CARL, IRWIN, CONROY, POLLACK, HOLMES, KELLY and O'BRIEN and referred to the Committee on Human Resources and Senior Citizens.

A bill to amend the title of Act No. 1 of the Public Acts of the Extra Session of 1936, entitled as amended
"Michigan employment security act,"
as amended, being sections 421.1 to 421.73 of the Michigan
Compiled Laws; and to add section 6d.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. The title of Act No. 1 of the Public Acts of the
- 2 Extra Session of 1936, as amended, being sections 421.1 to 421.73
- 3 of the Michigan Compiled Laws, is amended and section 6d is added
- 4 to read as follows:
- 5 TITLE
- 6 An act to protect the welfare of the people of this state
- 7 through the establishment of an unemployment compensation fund,
- 8 and to provide for the disbursement thereof; TO CREATE CERTAIN
- 9 OTHER FUNDS; to create the Michigan employment security

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- 1 commission, and to prescribe its powers and duties; to provide
- 2 for the protection of the people of this state from the hazards
- 3 of unemployment; to levy and provide for contributions from
- 4 employers; to provide for the collection of such contributions;
- 5 to enter into reciprocal agreements and to cooperate with agen-
- 6 cies of the United States and of other states charged with the
- 7 administration of any unemployment insurance law; to furnish cer-
- 8 tain information to certain governmental agencies for use in
- 9 administering public benefit and child support programs and
- 10 investigating and prosecuting fraud; to provide for the payment
- 11 of benefits; to provide for appeals from redeterminations, deci-
- 12 sions and notices of assessments; and for referees and a board of
- 13 review to hear and decide the issues arising from redetermina-
- 14 tions, decisions and notices of assessment; to provide for the
- 15 cooperation of this state and compliance with the provisions of
- 16 the social security act and the Wagner-Peyser act passed by the
- 17 Congress of the United States of America; to provide for the
- 18 establishment and maintenance of free public employment offices;
- 19 to provide for the transfer of funds; to make -an appropriation-
- 20 APPROPRIATIONS for carrying out the provisions of this act; to
- 21 prescribe penalties for the violation of the provisions of this
- 22 act; and to repeal all acts and parts of acts inconsistent with
- 23 the provisions of this act.
- 24 SEC. 6D. (1) A STABILIZATION FUND IS ESTABLISHED FOR THE
- 25 PURPOSE OF OFFSETTING THE EFFECTS ON STATE BUDGETED STAFFING
- 26 LEVELS DUE TO UNANTICIPATED CUTS IN FEDERAL ADMINISTRATIVE FUNDS
- 27 THAT MAY OCCUR IN ANY FISCAL YEAR.

3 1 (2) THE FUND SHALL BE IN THE AMOUNT OF \$3,500,000.00 AND 2 SHALL BE AUTHORIZED FROM THE PENALTY AND INTEREST ACCOUNT IN THE 3 CONTINGENT FUND. A RESERVE IS ESTABLISHED IN THE ACCOUNT FOR THIS PURPOSE. EXPENDITURES FROM THE FUND SHALL BE AUTHORIZED BY 5 THE COMMISSION BY AN AFFIRMATIVE MAJORITY VOTE OF THE MEMBERS IF 6 IT DETERMINES THAT THE REQUIREMENTS OF SUBSECTION (1) ARE MET. 7 (3) THE APPROPRIATION DESCRIBED IN THIS SECTION SHALL BE 8 CONSIDERED A WORK PROJECT AND SHALL NOT LAPSE AT THE END OF THE FISCAL YEAR BUT SHALL CONTINUE TO BE AVAILABLE FOR EXPENDITURE 10 UNTIL THE PROJECT IS COMPLETED. 11 Section 2. This amendatory act shall not take effect unless 12 all of the following bills of the 85th Legislature are enacted 13 into law: 14 (a) House Bill No. 4815. 15 (b) House Bill No. 4817. 16 (c) Senate Bill No. 68. (d) Senate Bill No. 639. 17 18 (e) Senate Bill No. 640. 20

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(f) Senate Bill No. 641. 21

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(q) House Bill No. 5222. 23

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25 (h) Senate Bill No. 642.

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1 (i) Senate Bill No. 644.

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3 (j) Senate Bill No. 645.

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5 (k) Senate Bill No. 646.

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7 (1) Senate Bill No. 647.

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9 (m) Senate Bill No. 648.

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