Act No. 9
Public Acts of 1992
Approved by the Governor
March 10, 1992
Filed with the Secretary of State
March 10, 1992

STATE OF MICHIGAN 86TH LEGISLATURE REGULAR SESSION OF 1992

Introduced by Reps. Van Singel, Alley, Gagliardi, Middaugh, Nye, Ouwinga, Brackenridge, Strand, Bobier, Bodem, Dalman, Dresch, Oxender, Hickner, DeBeaussaert, Griffin, Hillegonds, Allen, Willis Bullard, DeLange, London, McNutt and Walberg

ENROLLED HOUSE BILL No. 4262

AN ACT to amend section 2 of Act No. 317 of the Public Acts of 1968, entitled as amended "An act relating to the conduct of public servants in respect to governmental decisions and contracts with public entities; to provide penalties for the violation of this act; to repeal certain acts and parts of acts; and to validate certain contracts," being section 15.322 of the Michigan Compiled Laws; and to add section 3a.

The People of the State of Michigan enact:

- Section 1. Section 2 of Act No. 317 of the Public Acts of 1968, being section 15.322 of the Michigan Compiled Laws, is amended and section 3a is added to read as follows:
- Sec. 2. (1) Except as provided in sections 3 and 3a, a public servant shall not be a party, directly or indirectly, to any contract between himself or herself and the public entity of which he or she is an officer or employee.
- (2) Except as provided in section 3, a public servant shall not directly or indirectly solicit any contract between the public entity of which he or she is an officer or employee and any of the following:
 - (a) Him or herself.
- (b) Any firm, meaning a co-partnership or other unincorporated association, of which he or she is a partner, member, or employee.
- (c) Any private corporation in which he or she is a stockholder owning more than 1% of the total outstanding stock of any class if the stock is not listed on a stock exchange, or stock with a present total market value in excess of \$25,000.00 if the stock is listed on a stock exchange or of which he or she is a director, officer, or employee.
 - (d) Any trust of which he or she is a beneficiary or trustee.
 - (3) In regard to a contract described in subsection (2), a public servant shall not do either of the following:
- (a) Take any part in the negotiations for such a contract or the renegotiation or amendment of the contract, or in the approval of the contract.
 - (b) Represent either party in the transaction.

Sec. 3a. Section 2 shall not be construed to do any of the following:

- (a) Prohibit public servants of a city, village, township, or county having a population of less than 25,000 from serving, with or without compensation, as emergency medical services personnel as defined in section 20904 of the public health code, Act No. 368 of the Public Acts of 1978, being section 333.20904 of the Michigan Compiled Laws.
- (b) Prohibit public servants of a city, village, township, or county having a population of less than 25,000 from serving, with or without compensation, as a firefighter in that city, village, township, or county if that firefighter is not any of the following:
 - (i) A full-time firefighter.
 - (ii) A fire chief.
 - (iii) A person who negotiates with the city, village, township, or county on behalf of the firefighters.
- (c) Limit the authority of the governing body of a city, village, township, or county having a population of less than 25,000 to authorize a public servant to perform, with or without compensation, other additional services for the unit of local government.

This act is ordered to take immediate effect.

	Clerk of the House of Representatives.
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	Secretary of the Senate.
Approved	
Governor.	

