

---

Senate Fiscal Agency  
P. O. Box 30036  
Lansing, Michigan 48909-7536

**SFA****BILL ANALYSIS**

Telephone: (517) 373-5383  
Fax: (517) 373-1986  
TDD: (517) 373-0543

---

Senate Bill 587 (Substitute S-1 as reported)  
Sponsor: Senator Bill Bullard, Jr.  
Committee: Local, Urban and State Affairs

### **CONTENT**

The bill would create the "Public Employee Health Care Fund Investment Act" to permit the legislative body of a public corporation (a county, city, village, township, authority, district, board, or commission) to adopt a resolution establishing a public employee health care fund for the payment of health care benefits to retirants and beneficiaries of the retirants of the public corporation. The bill also would: require the resolution to include specific information, such as the designation of an investment fiduciary; require an actuarial review of the fund to be prepared at least every five years; and, require the investment fiduciary to issue a summary annual report to the legislative body that established the fund.

("Investment fiduciary" would mean a person who exercised any discretionary authority or control in the investment of the fund's assets, and/or rendered investment advice for a fee or other direct or indirect compensation.)

Legislative Analyst: L. Arasim

### **FISCAL IMPACT**

The bill would have no fiscal impact on State government. Data are not available to determine accurately the local fiscal impact.

Date Completed: 5-18-99

Fiscal Analyst: R. Ross