SENATE BILL No. 884

November 9, 1999, Introduced by Senator JAYE and referred to the Committee on Human Resources, Labor, Senior Citizens and Veterans Affairs.

A bill to require an employee to use the value of vacation time accrued during a work year by the end of that work year; and to prohibit an employer from carrying forward the value of an employee's vacation time accrued during a work year to a subsequent work year.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. As used in this act:
- 2 (a) "Employee" means a person who performs a service for
- 3 wages or other renumeration under a written or oral contract for
- 4 hire. Employee does not include an individual in the classified
- 5 state civil service whose conditions of employment are regulated
- 6 by the civil service commission.
- 7 (b) "Vacation time" means a period of vacation available to
- 8 an employee in a work year and for which his or her employer is
- 9 obligated to pay him or her wages or other benefits.

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- 1 (c) "Work year" means a full year in which an employee
- 2 provides services to an employer for wages or other remuneration
- 3 under a written or oral contract for hire.
- 4 Sec. 2. (1) By the end of each year that an employee has
- 5 worked for an employer, and in accordance with any contract for
- 6 hire between the employee and employer, the employee shall use,
- 7 take the value of, or forfeit vacation time that has accrued to
- 8 him or her during that work year.
- 9 (2) An employer shall not allow an employee to carry forward
- 10 vacation time earned during 1 work year to a subsequent work
- **11** year.