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## **HOUSE BILL No. 4151**

February 4, 2009, Introduced by Rep. Opsommer and referred to the Committee on Labor.

A bill to amend 1967 (Ex Sess) PA 8, entitled

by amending section 4 (MCL 124.534).

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 4. A contract shall include:
- 2 (a) A description of the functions or responsibilities to be
- 3 transferred.
- **4** (b) The effective date of the contract.
- 5 (c) The term of operation under the contract.
- 6 (d) The manner in which the affected employees, if any, of the
- 7 participating political subdivisions shall be transferred,
- 8 reassigned, or otherwise treated. subject to the following:
  - (i) Such employees as are necessary for the operation thereof
  - shall be transferred to and appointed as employees subject to all

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- 1 rights and benefits. These employees shall be given seniority
- 2 credits and sick leave, vacation, insurance and pension credits in
- 3 accordance with the records or labor agreements from the acquired
- 4 system. Members and beneficiaries of any pension or retirement
- 5 system or other benefits established by the acquired system shall
- 6 continue to have rights, privileges, benefits, obligations and
- 7 status with respect to such established system. The political
- 8 subdivision to which the functions or responsibilities have been
- 9 transferred shall assume the obligations of any system acquired by
- 10 it with regard to wages, salaries, hours, working conditions, sick
- 11 leave, health and welfare and pension or retirement provisions for
- 12 employees. If the employees of an acquired system were not
- 13 guaranteed sick leave, health and welfare and pension or retirement
- 14 pay based on seniority, the political subdivision shall not be
- 15 required to provide these benefits retroactively.
- (ii) No employee who is transferred to a position with the
- 17 political subdivision shall by reason of such transfer be placed in
- 18 any worse position with respect to workmen's compensation, pension,
- 19 seniority, wages, sick leave, vacation, health and welfare
- 20 insurance or any other benefits that he enjoyed as an employee of
- 21 such acquired system.
- (e) The manner in which any real property, facilities,
- 23 equipment, or other personal property required in the execution of
- 24 the contract shall be transferred, sold, or otherwise disposed of
- 25 between the contracting parties.
- 26 (f) The method of financing to be used and the amount to be
- 27 paid by each of the participating units in relation to the

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- 1 undertaking involved.
- 2 (g) Other legal, financial, and administrative arrangements
- 3 necessary to effectuate the undertaking.