

HOUSE BILL No. 5918

May 2, 2018, Introduced by Rep. Lucido and referred to the Committee on Financial Liability Reform.

A bill to amend 1994 PA 350, entitled
"Public employee retirement benefits forfeiture act,"
(MCL 38.2701 to 38.2705) by amending the title and by adding
section 3a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1

TITLE

2

An act to provide for the forfeiture of retirement benefits **OR**

3

RETIREMENT HEALTH BENEFITS by **CERTAIN** public employees under

4

certain circumstances; to prescribe the powers and duties of

5

certain retirement systems, state departments, courts, public

6

officials, and public employees; and to prescribe penalties and

7

provide remedies.

8

SEC. 3A. (1) BEGINNING WITH THE EFFECTIVE DATE OF THE

9

AMENDATORY ACT THAT ADDED THIS SECTION, A MEMBER OF A STATE UNIT

1 THAT RESIGNS OR IS TERMINATED FROM STATE EMPLOYMENT FOR CAUSE OF
2 WILLFUL AND WANTON NEGLECT OF DUTY FORFEITS HIS OR HER RETIREMENT
3 HEALTH BENEFIT.

4 (2) AS USED IN THIS SECTION:

5 (A) "RETIREMENT HEALTH BENEFIT" MEANS AN ANNUITY, ALLOWANCE,
6 PAYMENT, OR CONTRIBUTION TO, FOR, OR ON BEHALF OF A FORMER STATE
7 EMPLOYEE OR A DEPENDENT OF A FORMER STATE EMPLOYEE TO PAY FOR ANY
8 OF THE FOLLOWING COMPONENTS:

9 (i) EXPENSES RELATED TO DRUGS OR MEDICAL, DENTAL, HEARING, OR
10 VISION CARE.

11 (ii) PREMIUMS FOR INSURANCE COVERING DRUGS OR MEDICAL, DENTAL,
12 HEARING, OR VISION CARE.

13 (iii) EXPENSES OR PREMIUMS FOR LIFE, DISABILITY, LONG-TERM
14 CARE, OR SIMILAR WELFARE BENEFITS.

15 (B) "STATE UNIT" MEANS THAT TERM AS DEFINED IN SECTION 2 OF
16 THE PUBLIC EMPLOYEE RETIREMENT BENEFIT PROTECTION ACT, 2002 PA 100,
17 MCL 38.1682.