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HOUSE BILL No. 6092

May 30, 2018, Introduced by Rep. Sabo and referred to the Committee on Government Operations.

A bill to amend 2011 PA 152, entitled "Publicly funded health insurance contribution act," by amending the title and section 9 (MCL 15.569) and by adding section 3a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

TITLE
An act to limit a public employer's expenditures for employee
medical benefit plans; TO PROHIBIT A PUBLIC EMPLOYER FROM
WITHHOLDING CERTAIN BENEFITS FROM ITS EMPLOYEES WHO OPT OUT OF A
MEDICAL BENEFIT PLAN; to provide the power and duties of certain
state agencies and officials; to provide for exceptions; and to
provide for sanctions AND REMEDIES.

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- 1 SEC. 3A. (1) A PUBLIC EMPLOYER THAT OFFERS OR CONTRIBUTES TO A
- 2 MEDICAL BENEFIT PLAN FOR ITS EMPLOYEES OR ELECTED PUBLIC OFFICIALS
- 3 SHALL NOT REQUIRE AN EMPLOYEE OR ELECTED PUBLIC OFFICIAL WHO OPTS
- 4 OUT OF THE MEDICAL BENEFIT PLAN, OR THE EMPLOYEE'S OR PUBLIC
- 5 OFFICIAL'S SPOUSE OR DEPENDENT, TO PARTICIPATE IN AN EXIT INTERVIEW
- 6 OR EXIT PROGRAM AS A CONDITION OF RECEIVING A BENEFIT THE PUBLIC
- 7 EMPLOYER OFFERS TO EMPLOYEES OR PUBLIC OFFICIALS WHO OPT OUT OF THE
- 8 MEDICAL BENEFIT PLAN.
- 9 (2) A PUBLIC EMPLOYER THAT VIOLATES OR THREATENS OR ATTEMPTS
- 10 TO VIOLATE SUBSECTION (1) IS LIABLE TO AN EMPLOYEE OR PUBLIC
- 11 OFFICIAL AFFECTED BY THE VIOLATION, THREAT, OR ATTEMPT FOR DAMAGES
- 12 EQUAL TO THE OPT-OUT BENEFIT THAT THE EMPLOYEE OR PUBLIC OFFICIAL
- 13 DID RECEIVE OR WOULD HAVE RECEIVED. AN EMPLOYEE OR PUBLIC OFFICIAL
- 14 AFFECTED BY THE VIOLATION, THREAT, OR ATTEMPT MAY BRING A CIVIL
- 15 ACTION FOR DAMAGES OR INJUNCTIVE RELIEF, OR BOTH. IN ADDITION, A
- 16 COURT SHALL AWARD COURT COSTS AND REASONABLE ATTORNEY FEES TO AN
- 17 EMPLOYEE OR PUBLIC OFFICIAL WHO PREVAILS IN AN ACTION BROUGHT UNDER
- 18 THIS SUBSECTION.
- 19 (3) THE ATTORNEY GENERAL MAY BRING AN ACTION UNDER SUBSECTION
- 20 (2) ON BEHALF OF 1 OR MORE EMPLOYEES OR PUBLIC OFFICIALS AFFECTED
- 21 BY A VIOLATION OR THREATENED OR ATTEMPTED VIOLATION OF SUBSECTION
- 22 (1).
- 23 Sec. 9. #f-EXCEPT FOR A VIOLATION OF SECTION 3A, IF a public
- 24 employer fails to comply with this act, the public employer shall
- 25 permit the state treasurer to reduce by 10% each economic vitality
- 26 incentive program payment received under 2011 PA 63 and the
- 27 department of education shall assess the public employer a penalty

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- 1 equal to 10% of each payment of any funds for which the public
- 2 employer qualifies under ARTICLE I OF the state school aid act of
- **3** 1979, 1979 PA 94, MCL 388.1601 to 388.1772, during the period that
- 4 the public employer fails to comply with this act. Any reduction
- 5 setoff or penalty amounts recovered shall be returned to the fund
- 6 from which the reduction is assessed or upon which the penalty is
- 7 determined. The department of education may also refer the penalty
- 8 collection to the department of treasury for collection consistent
- **9** with section 13 of 1941 PA 122, MCL 205.13.
- 10 Enacting section 1. This amendatory act takes effect 90 days
- 11 after the date it is enacted into law.

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