

HOUSE BILL No. 5981

October 17, 2012, Introduced by Rep. Hughes and referred to the Committee on Oversight, Reform, and Ethics.

A bill to amend 2011 PA 152, entitled
"Publicly funded health insurance contribution act,"
by amending section 5 (MCL 15.565).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 5. (1) If a collective bargaining agreement or other
2 contract that is inconsistent with sections 3 and 4 is in effect
3 for a group of employees of a public employer on ~~the effective date~~
4 ~~of this act,~~ **SEPTEMBER 27, 2011**, the requirements of section 3 or 4
5 do not apply to that group of employees until the contract expires.
6 A public employer's expenditures for medical benefit plans under a
7 collective bargaining agreement or other contract described in this
8 subsection shall be excluded from calculation of the public

1 employer's maximum payment under section 4. The requirements of
2 sections 3 and 4 apply to any extension or renewal of the contract.

3 (2) A collective bargaining agreement or other contract that
4 is executed on or after September 15, 2011 shall not include terms
5 that are inconsistent with the requirements of sections 3 and 4.

6 (3) NOTWITHSTANDING SUBSECTION (2), IF A PUBLIC EMPLOYER AND A
7 GROUP OF EMPLOYEES OF THE PUBLIC EMPLOYER AGREE TO MODIFY A
8 COLLECTIVE BARGAINING AGREEMENT OR OTHER CONTRACT THAT QUALIFIES
9 FOR DELAYED APPLICATION OF SECTIONS 3 AND 4 UNDER SUBSECTION (1),
10 THE REQUIREMENTS OF SECTIONS 3 AND 4 DO NOT APPLY TO THE MODIFIED
11 BARGAINING AGREEMENT OR CONTRACT UNTIL THE EXPIRATION DATE OF THE
12 ORIGINAL BARGAINING AGREEMENT OR CONTRACT. AN EXTENSION OR RENEWAL
13 OF THE ORIGINAL BARGAINING AGREEMENT OR CONTRACT AFTER SEPTEMBER
14 15, 2011 DOES NOT EXTEND THE DATE AT WHICH SECTIONS 3 AND 4 APPLY
15 TO THE MODIFIED BARGAINING AGREEMENT OR CONTRACT.