## **SENATE BILL No. 850**

March 5, 2014, Introduced by Senators COLBECK, RICHARDVILLE, JONES, NOFS, CASPERSON, ROCCA, ANANICH and GREGORY and referred to the Committee on Reforms, Restructuring and Reinventing.

A bill to amend 1947 PA 336, entitled

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**SENATE BILL No. 850** 

"An act to prohibit strikes by certain public employees; to provide review from disciplinary action with respect thereto; to provide for the mediation of grievances and the holding of elections; to declare and protect the rights and privileges of public employees; to require certain provisions in collective bargaining agreements; to prescribe means of enforcement and penalties for the violation of the provisions of this act; and to make appropriations,"

by amending section 15b (MCL 423.215b), as added by 2011 PA 54.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 15b. (1) Except as otherwise provided in this section,
- after the expiration date of a collective bargaining agreement and
- 3 until a successor collective bargaining agreement is in place, a
- 4 public employer shall pay and provide wages and benefits at levels
- and amounts that are no greater than those in effect on the
- 6 expiration date of the collective bargaining agreement. The
  - prohibition in this subsection includes increases that would result

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- 1 from wage step increases. Employees who receive health, dental,
- 2 vision, prescription, or other insurance benefits under a
- 3 collective bargaining agreement shall bear any increased cost COSTS
- 4 of maintaining those benefits that occurs OCCUR after the
- 5 expiration date. The public employer is authorized to MAY make
- 6 payroll deductions necessary to pay the increased costs of
- 7 maintaining those benefits.
- 8 (2) Except as provided in subsection (3) OR (4), the parties
- 9 to a collective bargaining agreement shall not agree to, and an
- 10 arbitration panel shall not order, any retroactive wage or benefit
- 11 levels or amounts that are greater than those in effect on the
- 12 expiration date of the collective bargaining agreement.
- 13 (3) For a collective bargaining agreement that expired before
- 14 the effective date of this section, JUNE 8, 2011, the requirements
- 15 of this section apply to limit wages and benefits to the levels and
- 16 amounts in effect on the effective date of this section.JUNE 8,
- 17 2011.
- 18 (4) THIS SECTION DOES NOT APPLY TO A PUBLIC EMPLOYEE ELIGIBLE
- 19 TO PARTICIPATE IN COMPULSORY ARBITRATION OF LABOR DISPUTES UNDER
- 20 1969 PA 312, MCL 423.231 TO 423.247.
- 21 (5)  $\frac{(4)}{}$  As used in this section:
- 22 (a) "Expiration date" means the expiration date set forth in a
- 23 collective bargaining agreement without regard to any agreement of
- 24 the parties to extend or honor the collective bargaining agreement
- 25 during pending negotiations for a successor collective bargaining
- 26 agreement.
- 27 (b) "Increased cost"—COSTS" in regard to insurance benefits

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- 1 means the difference in premiums or illustrated rates between the
- 2 prior year and the current coverage year. The difference shall be
- 3 calculated based on changes in cost COSTS by category of coverage
- 4 and not on changes in individual employee marital or dependent
- 5 status.