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BILL ANALYSIS

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Senate Bill 86

Sponsor: Senator Dick Posthumus

Committee: Human Resources and Senior Citizens

Date Completed: 2-13-89

SUMMARY OF SENATE BILL 86 as introduced 2-2-89:

The bill would amend the Worker's Disability Compensation Act to lower the amount that construction at a site must cost if a separate policy is to be issued to cover employers at the site. The Act generally requires that a workers' compensation insurer cover all businesses, employees, enterprises, and activities of an employer in the same policy. A separate policy may be issued, however, to cover employers performing work at a specified construction site if the liability of each employer to all of his or her employees would be fully secured, the construction is expected to be completed in 10 years or less, and the cost of construction at the site will exceed \$100,000,000. The bill would lower that amount to \$20,000,000.

MCL 418.621

Legislative Analyst: S. Margules

FISCAL IMPACT

The bill would have no fiscal impact on State or local government.

Fiscal Analyst: K. Lindquist

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.