

SFA

BILL ANALYSIS

RECEIVED

Senate Fiscal Agency

• Lansing, Michigan 48909 •

(517) 373-5383

JUN 06 1989

Mich. State Law Library

Senate Bill 424

Sponsor: Senator Richard D. Fessler

Committee: Judiciary

Date Completed: 5-10-89

SUMMARY OF SENATE BILL 424 as introduced 5-3-89:

The bill would amend the School Code to allow a school district board or an intermediate school district board to agree contractually to provide legal representation and indemnification against civil liability with respect to claims of negligence against employees whose duties included inspecting, monitoring, removing, or treating asbestos or material containing asbestos or supervising such duties. A contractual agreement authorized under the bill could be entered into before or after the person began performing the asbestos-related duties.

Proposed MCL 380.623b and 380.1256

Legislative Analyst: P. Affholter

FISCAL IMPACT

This bill would have no fiscal impact on the State. There would be indeterminate costs to local or intermediate school districts. The number of lawsuit judgments or settlements to which a local or intermediate school district would become contractually liable is not known and the award or settlements would depend upon the vicissitudes of the judicial process.

Fiscal Analyst: A. Rich

S.B. 424 (5-10-89)

S8990\S424SA

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.