

# HOUSE BILL No. 4990

July 13, 1989, Introduced by Reps. Bandstra, Mathieu, Hickner, Jacobetti, Strand, Gagliardi, Sofio, Sikkema, Krause, DeLange, Perry Bullard and Nye and referred to the Committee on Labor.

A bill to amend section 702 of Act No. 317 of the Public Acts of 1969, entitled as amended  
"Worker's disability compensation act of 1969,"  
as amended by Act No. 387 of the Public Acts of 1980, being section 418.702 of the Michigan Compiled Laws.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 702 of Act No. 317 of the Public Acts of  
2 1969, as amended by Act No. 387 of the Public Acts of 1980, being  
3 section 418.702 of the Michigan Compiled Laws, is amended to read  
4 as follows:

5 Sec. 702. (1) If the southeastern Michigan transportation  
6 authority created pursuant to Act No. 204 of the Public Acts of  
7 1967, as amended, being sections 124.401 to ~~124.425~~ 124.426 of  
8 the Michigan Compiled Laws, AN AUTHORITY CREATED BY INTERLOCAL  
9 AGREEMENT PURSUANT TO THE URBAN COOPERATION ACT OF 1967, ACT

1 NO. 7 OF THE PUBLIC ACTS OF THE EXTRA SESSION OF 1967, BEING  
2 SECTIONS 124.501 TO 124.512 OF THE MICHIGAN COMPILED LAWS, AN  
3 AUTHORITY CREATED PURSUANT TO THE PUBLIC TRANSPORTATION AUTHORITY  
4 ACT, ACT NO. 196 OF THE PUBLIC ACTS OF 1986, BEING SECTIONS  
5 124.451 TO 124.479 OF THE MICHIGAN COMPILED LAWS, or an authority  
6 created pursuant to Act No. 55 of the Public Acts of 1963, as  
7 amended, being sections 124.351 to 124.359 of the Michigan  
8 Compiled Laws, ceases to operate or is dissolved, and a successor  
9 agency is not created to assume its assets, liabilities, and per-  
10 form its functions, and if the authority is authorized to secure  
11 the payment of compensation under section 611(1)(a), then the  
12 state hereby guarantees the payment of claims for benefits aris-  
13 ing under this act against the authority.

14       (2) The accident fund shall determine in detail as the  
15 director of the department of management and budget may require  
16 the amount necessary to pay the claims for benefits for which the  
17 state is responsible pursuant to subsection (1). The accident  
18 fund shall be responsible for the processing of these claims.

19       (3) The state shall be entitled to a lien which shall take  
20 precedence over all other liens on its portion of the assets of  
21 the authority in satisfaction of the payment of claims for bene-  
22 fits under this section.