## SENATE BILL No. 270

April 5, 1989, Introduced by Senator FAUST and referred to the Committee on Commerce and Technology.

A bill to amend section 4 of Act No. 274 of the Public Acts of 1984, entitled as amended

"Michigan antitrust reform act,"

being section 445.774 of the Michigan Compiled Laws.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Section 4 of Act No. 274 of the Public Acts of
- 2 1984, being section 445.774 of the Michigan Compiled Laws, is
- 3 amended to read as follows:
- 4 Sec. 4. (1) Labor of a human being is not a commodity or an
- 5 article of commerce.
- 6 (2) This act shall not be construed to forbid the existence
- 7 and operation of any labor, agricultural, or horticultural orga-
- 8 nization instituted for the purpose of mutual help, while
- 9 lawfully carrying out its legitimate objects.

- 1 (3) This act shall not be construed to prohibit, invalidate,
- 2 or make unlawful any act or conduct of any unit of government,
- 3 when the unit of government is acting in a subject matter area in
- 4 which it is authorized by law to act, except for purposes of con-
- 5 ducting an investigation and the obtaining of appropriate injunc-
- 6 tive or other equitable relief, other than civil penalties, pur-
- 7 suant to section 7.
- 8 (4) This act shall not apply to a transaction or conduct
- 9 specifically authorized under the laws of this state or the
- 10 United States, or specifically authorized under laws, rules, reg-
- 11 ulations, or orders administered, promulgated, or issued by a
- 12 regulatory agency, board, or officer acting under statutory
- 13 authority of this state or the United States.
- 14 (5) -A EXCEPT AS OTHERWISE PROVIDED IN THIS SUBSECTION, A
- 15 transaction or conduct made unlawful by this act shall not be
- 16 construed to violate this act -where- IF it is the subject of a
- 17 legislatively mandated pervasive regulatory scheme -, including
- 18 but not limited to, the insurance code of 1956, being sections
- 19 <del>500.100 to 500.8302 of the Michigan Compiled Laws,</del> which confers
- 20 exclusive jurisdiction on a regulatory board or officer to autho-
- 21 rize, prohibit, or regulate the transaction or conduct. THIS
- 22 SUBSECTION SHALL NOT APPLY TO A TRANSACTION OR CONDUCT OF A
- 23 HEALTH MAINTENANCE ORGANIZATION REGULATED BY THE PUBLIC HEALTH
- 24 CODE, ACT NO. 368 OF THE PUBLIC ACTS OF 1978, BEING SECTIONS
- 25 333.1101 TO 333.25211 OF THE MICHIGAN COMPILED LAWS, AN INSURER
- 26 REGULATED BY THE INSURANCE CODE OF 1956, ACT NO. 218 OF THE
- 27 PUBLIC ACTS OF 1956, BEING SECTIONS 500.100 TO 500.8302 OF THE

- 1 MICHIGAN COMPILED LAWS, OR A HEALTH CARE CORPORATION REGULATED BY
- 2 ACT NO. 350 OF THE PUBLIC ACTS OF 1980, BEING SECTIONS 550.1101
- 3 TO 550.1704 OF THE MICHIGAN COMPILED LAWS.
- 4 (6) This act shall not apply to a transaction or conduct of
- 5 an authorized health maintenance corporation, health insurer,
- 6 -medical care corporation, or health service corporation or
- 7 health care corporation -when IF the transaction or conduct is
- 8 to reduce the cost of health care and is permitted by the
- 9 commissioner. This subsection shall not affect the enforcement
- 10 of the federal antitrust act by federal courts or federal
- 11 agencies.
- 12 Section 2. This amendatory act shall not take effect unless
- 13 all of the following bills of the 85th Legislature are enacted
- 14 into law:
- 15 (a) Senate Bill No. 269.

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17 (b) Senate Bill No. 271.

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19 (c) Senate Bill No. 272.

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21 (d) Senate Bill No. 273.

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23 (e) Senate Bill No. 274.

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25 (f) Senate Bill No. 275.

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1 (g) Senate Bill No. 276.

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3 (h) Senate Bill No. 277.

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5 (i) Senate Bill No. 268.

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