



**House
Legislative
Analysis
Section**

MESC - COLLECTIONS AND LIENS

Washington Square Building, Suite 1025
Lansing, Michigan 48909
Phone 517/373-6466

House Bill 5646
Sponsor: Rep. Claude Trim
Committee: Labor

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Complete to 11-1-88

A SUMMARY OF HOUSE BILL 5646 AS INTRODUCED 5-19-88

Current law provides that employers who have been improperly charged or assessed contributions by the Michigan Employment Security Commission (MESC) may initiate an action in circuit court to recover the amount, together with interest, as allowed by the court. The bill would amend the Michigan Employment Security Act to specify that the interest rate be computed daily, for each day the improperly collected amount was unpaid, at one percent per month. Under the bill, the employer could also collect, as damages, ten percent of the amount of the contributions illegally collected or charged. The bill would also amend the act to increase from \$2 to \$15 the fees paid by the Employment Security Commission to record and discharge liens, and would require that a statement of the reason for the discharge be contained in the discharge of a lien that was assessed and recorded in person.

MCL 421.15

House Bill 5646 (11-1-88)