HOUSE BILL NO. 5130

June 24, 2021, Introduced by Rep. Mueller and referred to the Committee on Government Operations.

A bill to amend 1978 PA 390, entitled

"An act to regulate the time and manner of payment of wages and fringe benefits to employees; to prescribe rights and responsibilities of employers and employees, and the powers and duties of the department of labor; to require keeping of records; to provide for settlement of disputes regarding wages and fringe benefits; to prohibit certain practices by employers; to prescribe penalties and remedies; and to repeal certain acts and parts of acts,"

by amending section 8 (MCL 408.478).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 8. (1) An Except as otherwise provided in this

- 1 subsection, an employer, agent or representative of an employer, or
- 2 other person having authority from the employer to hire, employ, or
- 3 direct the services of other persons in the employment of the
- 4 employer shall not demand or receive, directly or indirectly from
- 5 an employee, a fee, gift, tip, gratuity, or other remuneration or
- 6 consideration, as a condition of employment or continuation of
- 7 employment. This subsection does not apply to fees either of the
- 8 following:
- 9 (a) Fees collected by an employment agency licensed under the10 laws of this state.
- 11 (b) Subject to subsection (3), the following remuneration or
- 12 consideration collected by a law enforcement agency under a signed
- 13 loan forgiveness agreement entered into on or after the effective
- 14 date of the amendatory act that added this subdivision:
- 15 (i) If the employee voluntarily leaves employment with the law
- 16 enforcement agency not more than 1 year after the date the
- 17 employee's law enforcement training academy ended, 100% of the cost
- 18 of the law enforcement training academy.
- 19 (ii) If the employee voluntarily leaves employment with the law
- 20 enforcement agency more than 1 year but less than 2 years after the
- 21 date the employee's law enforcement training academy ended, 75% of
- 22 the cost of the law enforcement training academy.
- 23 (iii) If the employee voluntarily leaves employment with the law
- 24 enforcement agency 2 years or more but less than 3 years after the
- 25 date the employee's law enforcement training academy ended, 50% of
- 26 the cost of the law enforcement training academy.
- 27 (iv) If the employee voluntarily leaves employment with the law
- 28 enforcement agency 3 years or more but less than 4 years after the
- 29 date the employee's law enforcement training academy ended, 25% of

- 1 the cost of the law enforcement training academy.
- 2 (v) If the employee voluntarily leaves employment with the law
- 3 enforcement agency 4 years or more but less than 5 years after the
- 4 date the employee's law enforcement training academy ended, 10% of
- 5 the cost of the law enforcement training academy.
- **6** (2) Except for a contribution required or expressly permitted
- 7 by law or by a collective bargaining agreement, an employer shall
- 8 not require an employee or a person seeking employment to
- 9 contribute directly or indirectly to a charitable, social, or
- 10 beneficial purpose as a condition of employment or continuation of
- 11 employment.
- 12 (3) A loan forgiveness agreement under subsection (1) (b) must
- 13 contain the following terms:
- 14 (a) That the employer will pay the cost of a law enforcement
- 15 training academy required for that employee to obtain a license
- 16 under the Michigan commission on law enforcement standards act,
- 17 1965 PA 203, MCL 28.601 to 28.615.
- 18 (b) The conditions under which the payment under subdivision
- 19 (a) will be provided and under which repayment to the employer by
- 20 the employee or another person may be required.
- 21 (4) As used in this section:
- 22 (a) "Law enforcement agency" means that term as defined in
- 23 section 2 of the Michigan commission on law enforcement standards
- 24 act, 1965 PA 203, MCL 28.602.
- 25 (b) "Law enforcement training academy" means that term as
- 26 defined in section 2 of the Michigan commission on law enforcement
- 27 standards act, 1965 PA 203, MCL 28.602.