CS for SB 88

 $\boldsymbol{B}\boldsymbol{y}$  the Committee on Community Affairs; and Senator Gaetz

	578-02153-11 201188c1
1	A bill to be entitled
2	An act relating to public employee compensation;
3	amending s. 215.425, F.S.; revising provisions
4	relating to the prohibition against the payment of
5	extra compensation; providing for bonuses; specifying
6	the conditions for paying bonuses; prohibiting
7	provisions in contracts that provide for severance
8	pay; allowing for severance pay under specified
9	circumstances; defining the term "severance pay";
10	prohibiting a contract provision that provides for
11	extra compensation to limit the ability to discuss the
12	contract; amending s. 166.021, F.S.; deleting a
13	provision that allows a municipality to pay extra
14	compensation; amending s. 112.061, F.S.; conforming
15	cross-references; repealing s. 125.01(1)(bb), F.S.,
16	relating to the power of a local government to pay
17	extra compensation; repealing s. 373.0795, F.S.,
18	relating to a prohibition against severance pay for
19	officers or employees of water management districts;
20	providing an effective date.
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22	Be It Enacted by the Legislature of the State of Florida:
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24	Section 1. Section 215.425, Florida Statutes, is amended to
25	read:
26	215.425 Extra compensation claims prohibited; bonuses;
27	severance pay
28	(1) No extra compensation shall be made to any officer,
29	agent, employee, or contractor after the service has been

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30	rendered or the contract made; nor shall any money be
31	appropriated or paid on any claim the subject matter of which
32	has not been provided for by preexisting laws, unless such
33	compensation or claim is allowed by a law enacted by two-thirds
34	of the members elected to each house of the Legislature.
35	However, when adopting salary schedules for a fiscal year, a
36	district school board or community college district board of
37	trustees may apply the schedule for payment of all services
38	rendered subsequent to July 1 of that fiscal year.
39	(2) The provisions of This section does do not apply to:
40	(a) Extra compensation given to state employees who are
41	included within the senior management group pursuant to rules
42	adopted by the Department of Management Services; <del>to extra</del>
43	compensation given to county, municipal, or special district
44	employees pursuant to policies adopted by county or municipal
45	ordinances or resolutions of governing boards of special
46	districts or to employees of the clerk of the circuit court
47	pursuant to written policy of the clerk; or to
48	(b) A clothing and maintenance allowance given to
49	plainclothes deputies pursuant to s. 30.49.
50	(3) Any policy, ordinance, rule, or resolution designed to
51	implement a bonus scheme must:
52	(a) Base the award of a bonus on work performance;
53	(b) Describe the performance standards and evaluation
54	process by which a bonus will be awarded;
55	(c) Notify all employees of the policy, ordinance, rule, or
56	resolution before the beginning of the evaluation period on
57	which a bonus will be based; and
58	(d) Consider all employees for the bonus.

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578-02153-11 201188c1 59 (4) (a) On or after July 1, 2011, a unit of government may 60 not enter into a contract or employment agreement that contains 61 a provision for severance pay with an officer, agent, employee, 62 or contractor. 63 (b) On or after July 1, 2011, an officer, agent, employee, 64 or contractor may receive severance pay only if: 65 1. The severance pay is paid from wholly private funds, the 66 payment and receipt of which do not otherwise violate part III 67 of chapter 112; 68 2. The severance pay is administered under part II of 69 chapter 112 on behalf of an agency outside this state and would 70 be permitted under that agency's personnel system; 71 3. The severance pay represents the settlement of an 72 employment dispute. Such settlement may not include provisions 73 that limit the ability of any party to the settlement to discuss 74 the dispute or settlement; or 75 4. Provision for the severance pay is expressly included in 76 a contract for employment which was entered into before July 1, 77 2011. 78 (c) This subsection does not create an entitlement to 79 severance pay in the absence of its authorization. 80 (d) As used in this subsection, the term "severance pay" 81 means the actual or constructive compensation, including salary, 82 benefits, or perquisites, for employment services yet to be rendered which is provided to an employee who has recently been 83 84 or is about to be terminated. The term does not include 85 compensation for: 86 1. Earned and accrued annual, sick, compensatory, or 87 administrative leave; or

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578-02153-11 201188c1 88 2. Early retirement under provisions established in an 89 actuarially funded pension plan subject to part VII of chapter 90 112. 91 (5) Any agreement or contract involving extra compensation 92 between a unit of government and an officer, agent, employee, or 93 contractor may not include provisions that limit the ability of 94 any party to the agreement or contract to discuss the agreement 95 or contract. 96 Section 2. Present subsections (8) through (10) of section 97 166.021, Florida Statutes, are redesignated as subsections (7) 98 through (9) respectively, and present subsection (7) of that section is amended, to read: 99 166.021 Powers.-100 101 (7) Notwithstanding the prohibition against extra 102 compensation set forth in s. 215.425, the governing body of a 103 municipality may provide for an extra compensation program, 104 including a lump-sum bonus payment program, to reward 105 outstanding employees whose performance exceeds standards, if 106 the program provides that a bonus payment may not be included in 107 an employee's regular base rate of pay and may not be carried 108 forward in subsequent years. 109 Section 3. Paragraphs (a) and (c) of subsection (14) of section 112.061, Florida Statutes, are amended to read: 110 112.061 Per diem and travel expenses of public officers, 111 112 employees, and authorized persons.-(14) APPLICABILITY TO COUNTIES, COUNTY OFFICERS, DISTRICT 113 114 SCHOOL BOARDS, SPECIAL DISTRICTS, AND METROPOLITAN PLANNING 115 ORGANIZATIONS.-116 (a) The following entities may establish rates that vary

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578-02153-11 201188c1 117 from the per diem rate provided in paragraph (6)(a), the subsistence rates provided in paragraph (6)(b), or the mileage 118 rate provided in paragraph (7)(d) if those rates are not less 119 than the statutorily established rates that are in effect for 120 121 the 2005-2006 fiscal year: 122 1. The governing body of a county by the enactment of an 123 ordinance or resolution; 124 2. A county constitutional officer, pursuant to s. 1(d), Art. VIII of the State Constitution, by the establishment of 125 126 written policy; 127 3. The governing body of a district school board by the 128 adoption of rules; 129 4. The governing body of a special district, as defined in 130 s. 189.403(1), except those special districts that are subject 131 to s.  $166.021(9) \frac{166.021(10)}{100}$ , by the enactment of a resolution; 132 or 133 5. Any metropolitan planning organization created pursuant 134 to s. 339.175 or any other separate legal or administrative entity created pursuant to s. 339.175 of which a metropolitan 135 136 planning organization is a member, by the enactment of a resolution. 1.37 138 (c) Except as otherwise provided in this subsection, 139 counties, county constitutional officers and entities governed 140 by those officers, district school boards, special districts, and metropolitan planning organizations, other than those 141 142 subject to s. 166.021(9) <del>166.021(10)</del>, remain subject to the 143 requirements of this section. 144 Section 4. Paragraph (bb) of subsection (1) of section 145 125.01 and section 373.0795, Florida Statutes, are repealed.

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CODING: Words stricken are deletions; words underlined are additions.

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Section 5. This act shall take effect July 1, 2011.
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