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LEGISLATIVE ACTION

Senate	•	House
Comm: RCS		
03/07/2011	•	
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The Committee on Community Affairs (Thrasher) recommended the following:

Senate Amendment (with title amendment)

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Delete everything after the enacting clause

and insert: Section 1. Section 215.425, Florida Statutes, is amended to

read:

215.425 Extra compensation claims prohibited; bonuses; severance pay.-

(1) No Extra compensation shall be made to any officer, agent, employee, or contractor after the service has been 11 rendered or the contract made; nor shall any money be

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13 appropriated or paid on any claim the subject matter of which has not been provided for by preexisting laws, unless such 14 15 compensation or claim is allowed by a law enacted by two-thirds 16 of the members elected to each house of the Legislature. 17 However, when adopting salary schedules for a fiscal year, a district school board or community college district board of 18 19 trustees may apply the schedule for payment of all services 20 rendered subsequent to July 1 of that fiscal year.

21 (2) The provisions of This section does do not apply to: 22 (a) Extra compensation given to state employees who are 23 included within the senior management group pursuant to rules 24 adopted by the Department of Management Services; to extra 25 compensation given to county, municipal, or special district 26 employees pursuant to policies adopted by county or municipal ordinances or resolutions of governing boards of special 27 28 districts or to employees of the clerk of the circuit court 29 pursuant to written policy of the clerk; or to

30 (b) A clothing and maintenance allowance given to 31 plainclothes deputies pursuant to s. 30.49.

32 (3) Any policy, ordinance, rule, or resolution designed to 33 implement a bonus scheme must:

1. Base the award of a bonus on work performance;

35 2. Describe the performance standards and evaluation 36 process by which a bonus will be awarded;

37 3. Notify all employees of the policy, ordinance, rule, or 38 resolution before the beginning of the evaluation period on 39 which a bonus will be based; and 40

4. Consider all employees for the bonus.

(4) (a) On or after July 1, 2011, a unit of government may

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42	not enter into a contract or employment agreement that contains
43	a provision for severance pay with an officer, agent, employee,
44	or contractor.
45	(b) On or after July 1, 2011, an officer, agent, employee,
46	or contractor may receive severance pay only if:
47	1. The severance pay is paid from wholly private funds, the
48	payment and receipt of which do not otherwise violate part III
49	of chapter 112;
50	2. The severance pay is administered under part II of
51	chapter 112 on behalf of an agency outside this state and would
52	be permitted under that agency's personnel system;
53	3. The severance pay represents the settlement of an
54	employment dispute. Such settlement may not include provisions
55	that limit the ability of any party to the settlement to discuss
56	the dispute or settlement; or
57	4. Provision for the severance pay is expressly included in
58	a contract for employment which was entered into before July 1,
59	2011.
60	(c) This subsection does not create an entitlement to
61	severance pay in the absence of its authorization.
62	(d) As used in this subsection, the term "severance pay"
63	means the actual or constructive compensation, including salary,
64	benefits, or perquisites, for employment services yet to be
65	rendered which is provided to an employee who has recently been
66	or is about to be terminated. The term does not include
67	compensation for:
68	1. Earned and accrued annual, sick, compensatory, or
69	administrative leave; or
70	2. Early retirement under provisions established in an

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71 actuarially funded pension plan subject to part VII of chapter 72 112. 73 (5) Any agreement or contract involving extra compensation 74 between a unit of government and an officer, agent, employee, or 75 contractor may not include provisions that limit the ability of 76 any party to the agreement or contract to discuss the agreement 77 or contract. 78 Section 2. Present subsections (8) through (10) of section 79 166.021, Florida Statutes, are redesignated as subsections (7) through (9) respectively, and present subsection (7) of that 80 81 section is amended, to read: 82 166.021 Powers.-(7) Notwithstanding the prohibition against extra 83 84 compensation set forth in s. 215.425, the governing body of a municipality may provide for an extra compensation program, 85 including a lump-sum bonus payment program, to reward 86 87 outstanding employees whose performance exceeds standards, if the program provides that a bonus payment may not be included in 88 89 an employee's regular base rate of pay and may not be carried 90 forward in subsequent years. Section 3. Paragraphs (a) and (c) of subsection (14) of 91 92 section 112.061, Florida Statutes, are amended to read: 93 112.061 Per diem and travel expenses of public officers, employees, and authorized persons.-94 95 (14) APPLICABILITY TO COUNTIES, COUNTY OFFICERS, DISTRICT 96 SCHOOL BOARDS, SPECIAL DISTRICTS, AND METROPOLITAN PLANNING 97 ORGANIZATIONS.-98 (a) The following entities may establish rates that vary 99 from the per diem rate provided in paragraph (6)(a), the

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100 subsistence rates provided in paragraph (6)(b), or the mileage 101 rate provided in paragraph (7)(d) if those rates are not less 102 than the statutorily established rates that are in effect for 103 the 2005-2006 fiscal year:

104 1. The governing body of a county by the enactment of an 105 ordinance or resolution;

106 2. A county constitutional officer, pursuant to s. 1(d), 107 Art. VIII of the State Constitution, by the establishment of 108 written policy;

109 3. The governing body of a district school board by the 110 adoption of rules;

111 4. The governing body of a special district, as defined in 112 s. 189.403(1), except those special districts that are subject 113 to s. <u>166.021(9)</u> 166.021(10), by the enactment of a resolution; 114 or

5. Any metropolitan planning organization created pursuant to s. 339.175 or any other separate legal or administrative entity created pursuant to s. 339.175 of which a metropolitan planning organization is a member, by the enactment of a resolution.

(c) Except as otherwise provided in this subsection, counties, county constitutional officers and entities governed by those officers, district school boards, special districts, and metropolitan planning organizations, other than those subject to s. <u>166.021(9)</u> 166.021(10), remain subject to the requirements of this section.

Section 4. <u>Paragraph (bb) of subsection (1) of section</u>
<u>125.01 and section 373.0795</u>, Florida Statutes, are repealed.
Section 5. This act shall take effect July 1, 2011.

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130	============ T I T L E A M E N D M E N T =================================
131	And the title is amended as follows:
132	Delete everything before the enacting clause
133	and insert:
134	A bill to be entitled
135	An act relating to public employee compensation;
136	amending s. 215.425, F.S.; revising provisions
137	relating to the prohibition against the payment of
138	extra compensation; providing for bonuses; specifying
139	the conditions for paying bonuses; prohibiting
140	provisions in contracts that provide for severance
141	pay; allowing for severance pay under specified
142	circumstances; defining the term "severance pay";
143	prohibiting a contract provision that provides for
144	extra compensation to limit the ability to discuss the
145	contract; amending s. 166.021, F.S.; deleting a
146	provision that allows a municipality to pay extra
147	compensation; amending s. 112.061, F.S.; conforming
148	cross-references; repealing s. 125.01(1)(bb), F.S.,
149	relating to the power of a local government to pay
150	extra compensation; repealing s. 373.0795, F.S.,
151	relating to a prohibition against severance pay for
152	officers or employees of water management districts;
153	providing an effective date.