60th Legislature SB0219.02

1	SENATE BILL NO. 219
2	INTRODUCED BY BALYEAT, MUSGROVE
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4	A BILL FOR AN ACT ENTITLED: "AN ACT CLARIFYING THAT A STATE EMPLOYEE WHO TERMINATES
5	EMPLOYMENT MAY NOT RECEIVE SEVERANCE PAY, A BONUS, OR ANY OTHER TYPE OF MONETARY
6	PAYMENT EXCEPT ACCUMULATED WAGES, VACATION LEAVE, SICK LEAVE, AND COMPENSATORY
7	TIME AS AUTHORIZED BY LAW; AMENDING SECTION 2-18-621, MCA; AND PROVIDING AN IMMEDIATE
8	EFFECTIVE DATE."
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10	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
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12	Section 1. Section 2-18-621, MCA, is amended to read:
13	"2-18-621. Unlawful termination unlawful payments. (1) It shall be is unlawful for an employer to
14	terminate or separate an employee from his employment in an attempt to circumvent the provisions of 2-18-611,
15	2-18-612, and 2-18-614. Should If a question arise arises under this section subsection, it shall must be
16	submitted to arbitration as provided in Title 27, chapter 5, as if an agreement described in 27-5-114 is in effect,
17	unless there is a collective bargaining agreement to the contrary applicable.
18	(2) (a) An employee who terminates employment is only entitled to receive:
19	(I) payments for accumulated wages, vacation leave as provided in 2-18-617, sick leave as provided in
20	2-18-618, and compensatory time earned as provided in the rules or policies of the employer; AND
21	(II) IF THE TERMINATION IS THE RESULT OF A REDUCTION IN FORCE, SEVERANCE PAY AND A RETRAINING
22	ALLOWANCE AS PROVIDED FOR IN 2-18-622.
23	(b) An employee who terminates employment may not receive severance pay, a bonus, or any other type
24	of monetary payment not described in subsection (2)(a)(I) OR (2)(A)(II).
25	(3) Subsection (2) does not apply to:
26	(A) retirement benefits;
27	(B) A PAYMENT, SETTLEMENT, AWARD, OR JUDGMENT THAT INVOLVES A POTENTIAL OR ACTUAL CAUSE OF ACTION,
28	LEGAL DISPUTE, CLAIM, GRIEVANCE, CONTESTED CASE, OR LAWSUIT; OR
29	(C) ANY OTHER PAYMENT AUTHORIZED BY LAW."
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1 <u>NEW SECTION.</u> **Section 2. Effective date.** [This act] is effective on passage and approval.

2 - END -

