2011

1	A bill to be entitled
2	An act relating to public employee compensation; amending
3	s. 215.425, F.S.; revising provisions relating to the
4	prohibition against the payment of extra compensation;
5	providing for bonuses; specifying the conditions for
6	paying bonuses; prohibiting provisions in contracts that
7	provide for severance pay; allowing for severance pay
8	under specified circumstances; defining the term
9	"severance pay"; prohibiting a contract provision that
10	provides for extra compensation to limit the ability to
11	discuss the contract; amending s. 166.021, F.S.; deleting
12	a provision that allows a municipality to pay extra
13	compensation; amending s. 112.061, F.S.; conforming cross-
14	references; amending s. 125.01, F.S.; deleting provisions
15	relating to the power of a local government to pay extra
16	compensation; repealing s. 373.0795, F.S., relating to a
17	prohibition against severance pay for officers or
18	employees of water management districts; providing an
19	effective date.
20	
21	Be It Enacted by the Legislature of the State of Florida:
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23	Section 1. Section 215.425, Florida Statutes, is amended
24	to read:
25	215.425 Extra compensation claims prohibited; bonuses;
26	severance pay
27	(1) No extra compensation shall be made to any officer,
28	agent, employee, or contractor after the service has been
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29 rendered or the contract made; nor shall any money be 30 appropriated or paid on any claim the subject matter of which has not been provided for by preexisting laws, unless such 31 32 compensation or claim is allowed by a law enacted by two-thirds 33 of the members elected to each house of the Legislature. 34 However, when adopting salary schedules for a fiscal year, a 35 district school board or community college district board of 36 trustees may apply the schedule for payment of all services 37 rendered subsequent to July 1 of that fiscal year. 38 The provisions of This section does do not apply to: (2) 39 Extra compensation given to state employees who are (a) 40 included within the senior management group pursuant to rules adopted by the Department of Management Services; to extra 41 42 compensation given to county, municipal, or special district 43 employees pursuant to policies adopted by county or municipal 44 ordinances or resolutions of governing boards of special 45 districts or to employees of the clerk of the circuit court 46 pursuant to written policy of the clerk; or to 47 A clothing and maintenance allowance given to (b) plainclothes deputies pursuant to s. 30.49. 48 49 Any policy, ordinance, rule, or resolution designed to (3) 50 implement a bonus scheme must: 51 Base the award of a bonus on work performance; (a) 52 Describe the performance standards and evaluation (b) 53 process by which a bonus will be awarded; (c) Notify all employees of the policy, ordinance, rule, 54 55 or resolution before the beginning of the evaluation period on 56 which a bonus will be based; and

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

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85 1. Earned and accrued annual, sick, compensatory, or administrative leave; or 86 2. Early retirement under provisions established in an 87 88 actuarially funded pension plan subject to part VII of chapter 89 112. 90 (5) Any agreement or contract involving extra compensation 91 between a unit of government and an officer, agent, employee, or 92 contractor may not include provisions that limit the ability of 93 any party to the agreement or contract to discuss the agreement 94 or contract. 95 Section 2. Present subsections (8) through (10) of section 96 166.021, Florida Statutes, are redesignated as subsections (7) through (9) respectively, and present subsection (7) of that 97 98 section is amended, to read: 166.021 Powers.-99 100 (7) Notwithstanding the prohibition against extra 101 compensation set forth in s. 215.425, the governing body of a 102 municipality may provide for an extra compensation program, 103 including a lump-sum bonus payment program, to reward 104 outstanding employees whose performance exceeds standards, if 105 the program provides that a bonus payment may not be included in 106 an employee's regular base rate of pay and may not be carried 107 forward in subsequent years. 108 Section 3. Paragraphs (a) and (c) of subsection (14) of section 112.061, Florida Statutes, are amended to read: 109 112.061 Per diem and travel expenses of public officers, 110 111 employees, and authorized persons.-(14) APPLICABILITY TO COUNTIES, COUNTY OFFICERS, DISTRICT 112 Page 4 of 6

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113 SCHOOL BOARDS, SPECIAL DISTRICTS, AND METROPOLITAN PLANNING 114 ORGANIZATIONS.-

(a) The following entities may establish rates that vary from the per diem rate provided in paragraph (6)(a), the subsistence rates provided in paragraph (6)(b), or the mileage rate provided in paragraph (7)(d) if those rates are not less than the statutorily established rates that are in effect for the 2005-2006 fiscal year:

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

123 2. A county constitutional officer, pursuant to s. 1(d), 124 Art. VIII of the State Constitution, by the establishment of 125 written policy;

126 3. The governing body of a district school board by the127 adoption of rules;

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

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141 subject to s. <u>166.021(9)</u> 166.021(10), remain subject to the 142 requirements of this section.

Section 4. Paragraphs (cc) and (dd) of subsection (1) of section 125.01, Florida Statutes, are redesignated as paragraphs (bb) and (cc), respectively, and paragraph (bb) of that subsection is amended to read:

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125.01 Powers and duties.-

(1) The legislative and governing body of a county shall
have the power to carry on county government. To the extent not
inconsistent with general or special law, this power includes,
but is not restricted to, the power to:

152 (bb) Notwithstanding the prohibition against extra
153 compensation set forth in s. 215.425, provide for an extra
154 compensation program, including a lump-sum bonus payment
155 program, to reward outstanding employees whose performance
156 exceeds standards, if the program provides that a bonus payment
157 may not be included in an employee's regular base rate of pay
158 and may not be carried forward in subsequent years.

159 Section 5. <u>Section 373.0795</u>, Florida Statutes, is
160 repealed.

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Section 6. This act shall take effect July 1, 2011.

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