SENATE BILL No. 747

February 20, 1992, Introduced by Senators GAST and HOLMES and referred to the Committee on Appropriations.

EXECUTIVE BUDGET BILL

A bill to make appropriations for a capital outlay program and state building authority rent; to set forth the provisions for its implementation within the budgetary process; to make appropriations for planning and construction at state agencies, community colleges, and universities; to make appropriations for state building authority rent and insurance; to provide for the acquisition of land and buildings; to provide for the elimination of fire hazards; to provide for special maintenance, remodeling and addition, alteration, renovation, demolition, and other projects; to provide for elimination of occupational safety and health hazards; to provide for the award and implementation of contracts; to provide for the purchase of furnishings and equipment relative to occupancy of a project; to provide for certain advances from the general fund; to prescribe powers and duties of certain state officers and

agencies; to require certain reports, plans, and agreements; to provide for the conveyance of certain state owned lands; to provide for leases; to provide for transfers; to prescribe standards and conditions relating to the appropriations; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 101. There is appropriated for certain capital ou	tlay projects
2 at the various state agencies, universities, and community	colleges for
3 the fiscal year ending September 30, 1993, from the follow	wing funds:
4 TOTAL CAPITAL OUTLAY AND STATE BUILDING AUTHORITY RENT	
5 APPROPRIATIONS SUMMARY:	
6 GROSS APPROPRIATION\$	257,054,700
7 Interdepartmental grant revenues:	
8 Total interdepartmental grants and intradepartmental	
9 transfers	4,005,500
10 ADJUSTED GROSS APPROPRIATION\$	253,049,200
11 Federal revenues:	
12 Total federal revenues	67,333,400
13 Special revenue funds:	
14 Total local funds	9,559,500
15 Total private	1,000,000
16 State park improvement fund	1,000,000
17 State waterways fund	6,737,000
18 State trunkline fund	5,320,000
19 State aeronautics fund	2,435,200
20 State building authority, U of M	
21 3rd party reimbursement	10,000,000
22 State lottery funds	1,520,000

1 Environmental bond fund	710,000
2 Total restricted	27,722,200
3 State general fund/general purpose\$	147,434,100
4 CAPITAL OUTLAY PROJECTS	
5 APPROPRIATIONS SUMMARY:	
6 GROSS APPROPRIATION\$	101,834,700
7 Interdepartmental grant revenues:	
8 Total interdepartmental grants and intradepartmental	
9 transfers	4,005,500
10 ADJUSTED GROSS APPROPRIATION\$	97,829,200
11 Federal revenues:	
12 Total federal revenues	67,333,400
13 Special revenue funds:	
14 Total local funds	9,559,500
15 Total private	1,000,000
16 State park improvement fund	1,000,000
17 State waterways fund	6,737,000
18 State trunkline fund	5,320,000
19 State aeronautics fund	2,435,200
20 Environmental bond fund	710,000
21 Total restricted	15,202,200
22 State general fund/general purpose\$	3,734,100
23 DEPARTMENT OF MANAGEMENT AND BUDGET	
24 Lump Sum Projects	
25 Special Maintenance and Remodeling and Additions	
26 For state agencies special maintenance projects	
estimated to cost more than \$50,000 but less than	
28 \$500,000 and remodeling and additions projects	

1 estimated to cost less than \$500,000\$	3,623,600
2 Major Special Maintenance and Remodeling	
3 For department of mental health special maintenance	
4 and remodeling and additions projects at various	
5 ICF/MR and state psychiatric facilities	1,000,000
6 Fire Protection	
7 For fire protection projects within various state	
8 agencies and at various state institutions, including	
9 the state capitol building	381,000
10 Open Space Conversion	
11 For removal of permanent partitions and conversion to	
12 open office space units in state buildings	400,000
13 Environmental Cleanup Projects	2,740,000
14 Environmental Bond Projects	710,000
15 GROSS APPROPRIATION\$	8,854,600
16 Appropriated from:	
17 Federal revenues:	
18 HHS-HCFA title XIX-intermediate care facilities for	
19 the mentally retarded and state psychiatric	
20 facilities	1,000,000
21 Interdepartmental grant revenues:	
22 Property management revolving fund - special maintenance	
23 state facilities	4,005,500
24 Special revenue funds:	
25 Environmental Bond Fund	710,000
26 State general fund/general purpose\$	3,139,100
27 UNIVERSITIES:	
28 Central Michigan University, primary electrical	

1 system renovation - to continue construction	485,000
2 GROSS APPROPRIATION\$	485,000
3 Appropriated from:	
4 State general fund/general purpose	485,000
5 STATE BUILDING AUTHORITY:	
6 Michigan State University - renovation of Michigan	
7 animal and agricultural facilities - to continue	
8 construction	1,000,000
9 GROSS APPROPRIATION\$	1,000,000
10 Appropriated from:	
11 Special revenue funds:	
12 Private - oil overcharge	1,000,000
13 State general fund/general purpose\$	0
14 DEPARTMENT OF MILITARY AFFAIRS	
15 Lump Sum Projects	
16 For department of military affairs remodeling and	
17 additions and special maintenance projects estimated	
18 to cost more than \$50,000 but less than \$500,000\$	1,764,000
19 Special Maintenance Maintenance and repair; land	
20 acquisition, property surveys and title searches\$	110,000
21 GROSS APPROPRIATION\$	1,874,000
22 Appropriated from:	
23 Federal revenues:	
24 DOD-department of the army-national guard bureau	1,764,000
25 State general fund/general purpose\$	110,000
26 DEPARTMENT OF NATURAL RESOURCES	
27 State Park Remodeling and Additions	
28 Buildings, utilities, and site work (projects under	

1	\$60,000), various state parks and recreation areas.	1,000,000
2	GROSS APPROPRIATION\$	1,000,000
3	Appropriated from:	
4	Special revenue funds:	
5	State park improvement fund	1,000,000
6	Waterways Projects	
7	Public Access Site Program	
8	Region I:	
9	Delta County - Escanaba Field Station	25,000
10	Gogebic County - Lake Gogebic	35,000
11	Ontonagon County - Big Iron River Mouth	10,000
12	Emergency repairs allotment - various counties	15,000
13	Equipment repairs allotment - various counties	10,000
14	Small projects allotment - various counties	20,000
15	Region II:	
16	Cheboygan County - Burt Lake, Burt Twp	85,000
17	Cheboygan County - Cheboygan Dam	30,000
18	Gladwin County - Wixom Lake	35,000
19	Grand Traverse County - Bower's Harbor	65,000
20	Grand Traverse County - Fife Lake	35,000
21	Lake County - Harper Lake	25,000
22	Mason County - St. Mary's Lake	25,000
23	Roscommon County - Higgins Lake	30,000
24	Roscommon County - Houghton Lake	30,000
25	Roscommon County - Lake St. Helen, Richfield Township	200,000
26	Emergency repairs allotment - various counties	30,000
27	Equipment repairs allotment - various counties	20,000
28	Small projects allotment - various counties	50,000

1 Region III:	
2 Branch County - Loon Lake Channel	28,000
3 Calhoun County - Duck Lake	45,000
4 Lenawee County - Allens Lake	28,000
5 Livingston County - Woodland Lake	25,000
6 Macomb County - Harley Ensign, Harrison Township	315,000
7 Montcalm county - Crystal Lake, Crystal Township	100,000
8 Montcalm County - Duck Lake	50,000
9 Oakland County - Maceday Lake	15,000
10 Oakland County - Orchard Lake	75,000
11 Oakland County - Union Lake	22,000
12 Ottawa County - Robinson (Grand River)	44,000
13 St. Clair County - Fairhaven	60,000
14 St. Clair County - North Channel	145,000
15 Washtenaw County - Portage Lake	28,000
16 Emergency repairs allotment - various counties	50,000
17 Equipment repairs allotment - various counties	15,000
18 Small projects allotment - various counties	80,000
19 Grants-In-Aid	
20 Grand Marais, Burt Township, Alger County	30,000
21 Lake Lancer, Butman Township, Gladwin County	30,000
22 Harbors and Docks Program	
23 Chippewa county - Detour fuel system upgrade	385,000
24 Huron county - Port Austin fuel system upgrade	85,000
25 Port Austin - restroom building	130,000
26 Port Austin - Mooring expansion Huron County	600,000
27 Presque Isle county - Hammond Bay roof replacement	10,000
28 Preventative maintenance - various counties	100,000

1 Emergency repair - various counties	250,000
2 Engineering studies - various counties	100,000
3 Grants-In-Aid - Harbors and Docks Program	
4 Antrim city, Elk Rapids restroom/shower building	150,000
5 Charlevoix county - East Jordan diversion wall and	
6 dredging	350,000
7 Charlevoix County - St. James Township, facility	
8 upgrade	152,000
9 Ludington revetment repairs	227,000
10 Macomb county - New Baltimore Transient Mooring	2,000,000
11 Marquette county - Marquette lower harbor mooring	
12 facility	1,100,000
13 Sanilac county - Port Sanilac mooring facility	
14 upgrade	138,000
15 GROSS APPROPRIATION\$	7,737,000
16 Appropriated from:	
17 Special revenue funds:	
18 State waterways fund	6,737,000
19 Federal revenues:	
20 DOI-U.S. fish and wildlife service Dingell-Johnson	
21 fish restoration	1,000,000
22 State general fund/general purpose\$	0
23 DEPARTMENT OF TRANSPORTATION	
24 STATE TRUNKLINE FUND	
25 Department buildings and facilities:	
26 Blue Water Bridge Inspection and office facility	800,000
27 Blue Water bridge cargo inspection facility	300,000
28 Construct, renovate and/or replace salt/sand	

1 storage building, various maintenance garage	
2 locations	300,000
3 Project offices, various counties, various locations,	
4 to continue construction (total authorized cost	
5 not to exceed \$4,100,000)	500,000
6 Equipment storage buildings, various statewide	
7 locations	300,000
8 Remodeling and Additions:	
9 Energy saving modifications and upgrading lighting	
10 and electrical systems, various locations	250,000
11 Environmental pollution control measures - site	
12 investigations and toxic clean-up, various	
13 statewide locations	2,000,000
14 Covered salt storage facilities and brine run-off	
15 control systems, various contract agencies	650,000
16 Improve entrance and enlarge parking areas, Menominee	
	650,000
17 welcome center - Menominee county, district 1	830,000
17 welcome center - Menominee county, district 1 18 Installation and/or replacement of hydraulic floor	630,000
	200,000
18 Installation and/or replacement of hydraulic floor	·
18 Installation and/or replacement of hydraulic floor 19 hoists, various locations	200,000
18 Installation and/or replacement of hydraulic floor 19 hoists, various locations	200,000
18 Installation and/or replacement of hydraulic floor 19 hoists, various locations	200,000
18 Installation and/or replacement of hydraulic floor 19 hoists, various locations	200,000 100,000 50,000
18 Installation and/or replacement of hydraulic floor 19 hoists, various locations	200,000 100,000 50,000
18 Installation and/or replacement of hydraulic floor 19 hoists, various locations	200,000 100,000 50,000
18 Installation and/or replacement of hydraulic floor 19 hoists, various locations	200,000 100,000 50,000

1	maintenance and repairs	325,000
2	GROSS APPROPRIATION\$	6,875,000
3	Appropriated from:	
4	Federal revenues:	
5	DOT-federal highway administration highway research,	
6	planning and construction	1,555,000
7	Special revenue funds:	
8	State trunkline fund	5,320,000
9	State general fund/general purpose\$	0
10	AERONAUTICS FUND:	
11	AIRPORT PROGRAMS	
12	Statewide programs (includes \$26,400,000	
13	discretionary contingencies)\$	30,400,000
14	State/local program	600,000
15	Federal/state/local airport construction	43,009,100
16	MDOT - Continuous System Planning	
17	Alpena - Alpena County Regional	
18	Bad Axe - Huron County Memorial Airport	
19	Battle Creek - W.K. Kellogg Regional Airport -	
20	Charlotte - Fitch H. Beach Airport	
21	Chesaning - Howard Nixon Memorial Airport	
22	Clare - Clare Municipal Airport	
23	Detroit - Detroit City Airport - Wayne County	
24	Detroit - Metro Wayne County Airport - Wayne County	
25	Detroit - Willow Run Airport - Wayne County	
26	East Tawas - Iosco County Airport	
27	Escanaba - Delta County Airport - Delta County	
28	Evart - Evart Municipal Airport	

- 1 Flint Bishop International Airport Genesee County
- 2 Frankfort City/County Airport
- 3 Gaylord Otsego County Airport
- 4 Grand Ledge Abrams Airport
- 5 Grand Rapids Kent County International Airport
- 6 Greenville Greenville Municipal Airport
- 7 Grosse Ile Grosse Ile Municipal Airport
- 8 Hancock Houghton County Memorial
- 9 Holland Tulip City Airport
- 10 Howell Livingston County Airport
- 11 Ionia Ionia County Airport
- 12 Iron Mountain Ford Airport Dickinson County
- 13 Ironwood Gogebic County Airport
- 14 Jackson Jackson County Reynolds Field
- 15 Jackson Reynolds Field Jackson County
- 16 Kalamazoo Kalamazoo/Battle Creek International
- 17 Lansing Capital City Airport
- 18 Marquette Marquette County Airport
- 19 Manistee Manistee County Blacker Airport Manistee County
- 20 Mason Mason Jewett Field Ingham County
- 21 Muskegon Muskegon County
- 22 Newberry Luce County
- 23 Pellston Pellston Regional Emmet County
- 24 Plymouth Mettetal
- 25 Port Huron St. Clair County International
- 26 Oakland/Pontiac Oakland-Pontiac Airport Oakland County
- 27 Saginaw Tri-City International
- 28 Sandusky Sandusky City Airport

1 Sault Ste. Marie - Chippewa County International	
2 SEMCOG	
3 SPARTA	
4 St. Ignace - Mackinac County	
5 Traverse City - Cherry Capital Airport	
6 GROSS APPROPRIATION	\$ 74,009,100
7 Appropriated from:	
8 Federal revenues:	
9 DOT-federal aviation administration	62,014,400
10 Special revenue funds:	
11 Local	9,559,500
12 State aeronautics fund	2,435,200
13 State general fund/general purpose	\$ 0
14 STATE BUILDING AUTHORITY RENT	
15 APPROPRIATIONS SUMMARY:	
16 GROSS APPROPRIATION	\$ 155,220,000
17 ADJUSTED GROSS APPROPRIATION	155,220,000
18 Special revenue funds:	
19 State building authority, U of M	
20 3rd party reimbursement	10,000,000
21 State lottery funds	1,520,000
22 Total Restricted	11,520,000
23 State general fund/general purpose	\$ 143,700,000
24 GRANTS - STATE BUILDING AUTHORITY RENT	
25 SBA Rent - Community Colleges and Universities	\$ 61,202,000
26 SBA Rent - State Agencies	94,018,000
27 GROSS APPROPRIATION	\$ 155,220,000
28 Appropriated from:	

- 1 Special revenue funds:
- 2 State building authority, U of M

- 6 GENERAL SECTIONS
- 7 Sec. 201.(1) In accordance with the provisions of section 30 of
- 8 article IX of the state constitution of 1963, total state spending from
- 9 state sources in this appropriation act is \$175,156,300 and state
- 10 appropriations to be paid to local units of government in section 101 are
- 11 as follows:
- 12 CAPITAL OUTLAY
- 13 Department of Natural Resources Waterways....... 3,177,000
- 14 State transportation department-state aeronautics
- 16 Total.....\$ 5,612,200
- 17 (2) When it appears to the principal executive officer of a department
- 18 that state spending to local units of government will be less than the
- 19 amount that was projected to be expended for any quarter, the principal
- 20 executive officer shall immediately give notice of the approximate
- 21 shortfall to the department of management and budget, the appropriations
- 22 committees, and the fiscal agencies.
- 23 Sec. 202. As used in this act:
- 24 (a) "Appropriations committees" means the appropriations committee
- 25 of the senate and the appropriations committee of the house of
- 26 representatives.
- 27 (b) "Board" means the state administrative board.
- 28 (c) "BSF" means the counter cyclical economic and budget

- 1 stabilization fund created in section 351 of the management and budget 2 act, Act No. 431 of the Public Acts of 1984, being section 18.1351 of the 3 Michigan Compiled Laws.
- 4 (d) "Community college" means a junior or community college.
- 5 Community college does not include a state agency or university.
- 6 (e) "DAG-forest service" means the United States department of
- 7 agriculture, forest service.
- 8 (f) "Department" means the department of management and budget.
- 9 (g) "Director" means the director of the department of management
- 10 and budget.
- 11 (h) "DOD" means the United States department of defense.
- 12 (i) "DOI" means the United States department of interior.
- 13 (j) "DOT" means the United States department of transportation.
- 14 (k) "Fiscal agencies" means the senate fiscal agency and the house
- 15 fiscal agency.
- 16 (1) "HHS-HCFA" means the United States department of health and
- 17 human services, health care financing administration.
- 18 (m) "ICF/MR" means intermediate care facilities for the mentally
- 19 retarded.
- 20 (n) "JCOS" means the joint capital outlay subcommittee of the
- 21 appropriations committees.
- 22 (o) "MIOSHA" means the Michigan occupational safety and health act,
- 23 Act No. 154 of the Public Acts of 1974, being sections
- 24 408.1001 to 408.1094 of the Michigan Compiled Laws.
- 25 (p) "Self-liquidating project" means a project constructed by a
- 26 community college or university with money raised through the use of a
- 27 debt instrument, which project is expected to generate revenues to
- 28 amortize the loan; a project constructed by a community college or

- 1 university with money derived from gifts or grants; or a project 2 constructed with money of the community college or university. A self-3 liquidating project may or may not be a self-supporting project.
- 4 (q) "Self-supporting project" means a project of a community college
 5 or university that will house a function or activity from which
 6 revenue is generated that will cover all the direct and indirect
 7 operating costs of the project without the additional transfer of any
 8 other general fund money of the community college or university.
- 9 (r) "State agency" means an agency of state government. State 10 agency does not include a community college or university.
- 11 (s) "University" means a 4-year university supported by the state.
- 12 University does not include a community college or a state agency.
- 13 (t) "Utility system" means a utility supply or distribution system, 14 or a combination utility supply and distribution system.
- 15 (u) "VA-DMS" means the United States veterans administration, 16 department of medicine and surgery.
- 17 DEPARTMENT OF MANAGEMENT AND BUDGET
- 18 Sec. 301. (1) A contract shall not be let for new construction of a 19 self-liquidating project estimated to cost more than \$500,000.00 unless 20 the project is authorized by the JCOS. The request for legislative 21 authorization shall be initially submitted for review to the JCOS and the 22 department. A nonstate-funded project request shall include a complete 23 use and financing statement as defined by a policy adopted by the JCOS. 24 The use and financing statement for a self-liquidating or self-supporting 25 project shall contain the estimated total construction cost and all 26 associated estimated operating costs including a statement of anticipated 27 revenues. As used in this section, "new construction" includes land or 28 property acquisition, remodeling and additions, and maintenance projects.

- 1 (2) A self-liquidating project that is constructed in violation of 2 this section shall not receive state appropriations for purposes of 3 operating the project.
- 4 (3) A state agency, including the department of military affairs, 5 shall not let a contract for a direct federally funded capital outlay 6 construction or major maintenance project that is estimated to cost more 7 than \$250,000.00 and is to be constructed on state-owned lands unless the 8 project is approved by the department and by the JCOS. For projects over 9 \$250,000.00, the state agency shall submit a use and finance statement 10 as required for community colleges and universities in subsection (1). 11 As used in this subsection, "direct federally funded" refers to a project 12 for which federal payments made directly to the construction vendor and 13 not to the state of Michigan.
- 14 Sec. 302. (1) A statement of a proposed facility's operating cost 15 shall be included with the facility's schematic plans and with the 16 facility's preliminary plans when the plans are presented to JCOS for 17 approval.
- 18 (2) Except as otherwise expressly provided, the schematic and 19 preliminary planning costs for a project costing \$1,000,000.00 or more, 20 whether authorized as a specific planning project or as a line item 21 project, shall be allocated only from the lump-sum planning account.
- Sec. 303. (1) In carrying out this act and other acts containing 23 appropriations for preliminary studies and planning, repair, maintenance, 24 remodeling and additions, fire protection, occupational safety and health 25 act requirements, or new construction, the department may obtain 26 appropriated operating funds for professional services and administration 27 of projects. For professional services, not more than \$600,000.00 shall 28 be obtained by appropriate transfers from the project appropriation in

1 the acts for which the department furnishes any part or all of the 2 architectural engineering or similar professional services. A project 3 appropriation shall not be charged with an amount greater than the cost 4 for having the services performed by contract. Unused balances for these 5 services shall lapse to the fund from which appropriated and not to the 6 project appropriation. Money may also be transferred from appropriations 7 made in this act to the department for the administration of a special 8 maintenance, remodeling and addition, demolition, fire protection, or 9 occupational safety and health act project. A transfer for this purpose 10 shall not exceed 5% of the amount appropriated for each lump-sum 11 appropriation and is available for 3 complete fiscal years from the 12 beginning of this act's fiscal year. After 3 complete fiscal years, any 13 unused balance shall lapse. Money may also be used for administration 14 of projects from line item construction projects for which the department 15 is an agent, but these transfers shall not exceed 1.5% of the amount 16 appropriated for each individual project. Any unused balance from these 17 projects shall not lapse at the end of each fiscal year, but shall carry 18 over into succeeding fiscal years to be used for the purpose authorized. 19 The department shall submit to the appropriations committees, JCOS, and 20 the fiscal agencies a report of these transfers at the end of each fiscal 21 year.

- 22 (2) Except as provided in subsection (1) and section 244 (1) of the 23 management and budget act, Act No. 431 of the Public Acts of 1984, being 24 section 18.1244 of the Michigan Compiled Laws, an expenditure shall not 25 be made for salaries and wages from any appropriation in this act.
- Sec. 304. A state agency or university shall take steps necessary to 27 make available federal and other money indicated in this act, to make 28 available federal or other money that may become available for the

1 purposes for which appropriations are made in this act, and to use any 2 part or all the appropriations to meet matching requirements that are 3 considered to be in the best interest of this state. However, the 4 purpose, scope, and total estimated cost of a project shall not be 5 altered to meet the matching requirements.

- 6 Sec. 305. (1) This section applies only to projects for community 7 colleges and universities.
- 8 (2) Not more than 50% of a capital outlay project for a community 9 college or university shall be appropriated from state and federal funds.
- 10 (3) If matching revenues are restricted in an amount less than the 11 appropriations contained in this act, the state funds of the 12 appropriation shall be reduced in proportion to the amount of matching 13 revenue received.
- Sec. 306. (1) Subject to the provisions of section 242 of the 14 15 management and budget act, Act No. 431 of the Public Acts of 1984, being 16 section 18.1242 of the Michigan Compiled Laws, the department, upon the 17 approval of the state building authority, may expend from the general 18 fund of the state during the fiscal year ending September 30, 1993, an 19 amount to meet the cash flow requirements of those state building 20 authority projects solely for lease to a state agency identified in both 21 section 101 and in this section and for which state building authority 22 bonds have not been issued, and for the sole acquisition by the state 23 building authority of equipment and furnishings for lease to a state 24 agency as permitted by Act No. 183 of the Public Acts of 1964, being 25 sections 830.411 to 830.425 of the Michigan Compiled Laws. Any such 26 general fund advances for which state building authority bonds have not 27 been issued shall bear an interest cost to the state building authority 28 at a rate not to exceed that permitted by law during the period in which

- 1 the advances are outstanding and are repaid to the general fund of the 2 state.
- 3 (2) Upon sale of bonds for the projects identified in this act the 4 state building authority shall credit the general fund of the state an 5 amount equal to that expended from the general fund plus interest, if 6 any, as defined in this section.
- 7 (3) For state building authority projects for which bonds have been 8 issued, the state treasurer, upon the request of the state building 9 authority, shall make advances without interest from the general fund as 10 necessary to meet cash flow requirements for the projects which advances 11 shall be reimbursed by the state building authority when the investments 12 earmarked for the financing of the projects mature.
- (4) In accordance with section 246 of the management and budget act, 14 Act No. 431 of the Public Acts of 1984, being section 18.1246 of the 15 Michigan Compiled Laws, the total authorized cost for the department of 16 justice consent order is \$41,400,000.00 and the total authorized cost for 17 the Hadix consent order is \$33,600,000.00. Before December 1, 1992, and 18 every quarter thereafter, the department of corrections shall provide a 19 report to the JCOS on the status of each consent order outlining the 20 problem statement, the administrative activities to correct the problem, 21 the total estimated cost as compared to the total authorized cost, and 22 the current and future funding obligations and sources. Any change in 23 the purpose and scope of a consent order shall require JCOS approval as 24 required by section 246 of the management and budget act, Act No. 431 of 25 the Public Acts of 1984, being section 18.1246 of the Michigan Compiled 26 Laws.
- 27 Sec. 307. Unless specifically waived, DMB's office of facilities will 28 be responsible for design and construction administration for those

- 1 university and community college projects that receive state building 2 authority financing and will act as the authority's agent on matters 3 relating thereto.
- 4 Sec. 308. (1) The amount appropriated in PA 253 of 1990 for the 5 parking ramp and service center to complete plans and begin 6 construction is reappropriated to repair the allegan street parking ramp 7 (total project cost \$21,000,000, state building authority share 8 \$20,790,000, GF/GP share \$210,000).
- 9 (2) In accordance with sec. 248, PA 431 of 1984, MCLA 18.1248, the 10 authorization contained in PA 192 of 1989 for the parking ramp and 11 service center is terminated.
- Sec. 309. (1) The state administrative board, on behalf of the state, 13 for the purpose of providing office and warehouse space for state 14 agencies, may acquire for not more than the fair market value, subject 15 to an independent fee appraisal, including estimated real estate taxes, 16 various lease projects which contain purchase options in an aggregate 17 cost not to exceed \$20,000,000.
- 18 (2) All documents regarding the acquisition of the property described 19 in subsection (1) shall be approved by the attorney general.
- 20 (3) The acquisition and subsequent conveyance to the state building 21 authority shall conform to the provisions of Act No. 183 of the Public 22 Acts of 1964, being sections 830.411 to 830.425 of the Michigan Compiled 23 Laws.
- Sec. 310. It is the intention of the legislature that the university 25 of Michigan take the necessary actions to ensure that eligible interest 26 reimbursements from third party providers are made available to the state 27 to satisfy part of the amount appropriated for the university of Michigan 28 adult general hospital facility rent appropriation of \$27,917,000.00

- 1 contained within the state building authority rent appropriation in 2 section 101. To the extent of a difference between the estimated and 3 actual amount received, there is appropriated from the general fund of 4 the state the amounts necessary to satisfy the hospital rental 5 requirements of the state building authority's 1986 revenue refunding 6 bonds, series I. To the extent payments made to the state by the 7 university of Michigan are required to be reimbursed pursuant to the 8 agreement with the university of Michigan, there is appropriated from the 9 general fund the amount necessary for such reimbursement.
- 10 Sec. 311. (1) The department may demolish, dismantle, or otherwise 11 dispose of the following surplus buildings currently under the 12 jurisdiction of the department of corrections:
- 13 Cassidy lake technical school a-group, i-building, g-building, e-14 building and two 30-bed modular units.
- 15 (2) The department of management and budget may demolish building 16 119, septic tanks, piping, and other real property of the unused sewage 17 treatment plant at oakdale regional center in lapeer.
- 18 Sec. 312. The department shall not require construction contractors 19 that are to be paid with appropriations made pursuant to this act to pay 20 prevailing wages as a condition of any bid or contract unless the payment 21 of prevailing wages is otherwise specifically required by law.
- Sec. 313. The appropriation in section 101 of \$1,000,000.00 to the 23 Michigan state university renovation of Michigan animal and 24 agricultural facilities is designated for those portions of the 25 renovation project which improve the performance and energy efficiency 26 of existing animal science facilities on campus. The projects include 27 window replacement and freezer and cooler replacement in Anthony hall,

1 smoke house replacement in the meats laboratory, and new doors and 2 windows in the swine and poultry research facilities.

- 3 Sec. 314. An expenditure for the Michigan state industries program 4 from the general fund or BSF shall be repaid to the general fund in 5 annual payments. The cost for construction shall be amortized over 30 6 years, and the cost for fixed equipment shall be amortized over 10 years. 7 A payment is due at the end of each fiscal year. For a new facility, the 8 first payment shall be based on the portion of the year for which the 9 facility is available for occupancy. The interest rate shall be deter-10 mined annually, shall equal the average rate of interest earnings for the 11 common cash fund during that year, and shall be on the total outstanding 12 balance of all such repayments less the average daily cash balance on 13 hand in the correctional industries revolving fund during that year. If 14 all or part of the facility is converted to use for a program other than 15 the Michigan state industries program, the payment from the correctional 16 industries revolving fund shall be terminated or reduced accordingly.
- 17 Sec. 315. From a capital outlay appropriation authorizing the 18 completion of final plans and start of construction, or an appropriation 19 to complete plans and construction, the department shall reimburse the 20 lump-sum planning account an amount equal to the releases made from the 21 lump-sum planning account for studies, schematic plans, or preliminary 22 plans for that project, after the JCOS has approved the project for final 23 planning and start or completion of construction. This section only 24 applies to new construction projects authorized for start of construction 25 for the fiscal year beginning October 1, 1988.
- Sec. 316. This act is subject to the management and budget, Act No. 27 431 of Public Acts of 1984, being sections 18.1101 to 18.1594 of the 28 Michigan Compiled Laws.

1 DEPARTMENT OF NATURAL RESOURCES

The appropriation made in this act for the harbors and 2 Sec. 401. 3 docks program is for the purpose of participating with the federal 4 government and assisting political entities and subdivisions of this 5 state in the construction and improvement of recreational boating 6 facilities within this state. Subject to the approval of the board, this 7 money shall be allocated by the department of natural resources to the 8 federal government, or to the political entities or local units of 9 government involved in the particular projects. An allocation shall not 10 exceed the state portion as listed with each project description. 11 department of natural resources shall take the steps necessary to match 12 federal money available for the construction and improvement of 13 recreational boating facilities within this state, and to meet 14 requirements of the federal government.

15 STATE TRANSPORTATION DEPARTMENT

(1) From federal-state-local project appropriations 16 Sec. 501. 17 contained in section 101 for the purpose of assisting political entities 18 and subdivisions of this state in the construction and improvement of 19 publicly used airports and landing fields within this state, the state 20 transportation department may permit the award of contracts on behalf of 21 units of local government for the authorized locations not to exceed the 22 indicated amounts, of which the state allocated portion shall not exceed 23 the amount appropriated in section 101. Political entities and 24 subdivisions shall provide not less than 5% of the cost of any project 25 under this section. State money shall not be allocated until local money 26 is allocated, and state money for any location shall not exceed 1/3 of 27 the total appropriation from state aeronautics funds.

- 1 (2) The Michigan aeronautics commission may take those steps necessary 2 to match federal money available for airport construction and improvement 3 within this state, and to meet the matching requirements of the federal 4 government. Whether acting alone or jointly with another political 5 subdivision or public agency or with this state, a political subdivision 6 or public agency of this state shall not submit to any agency of the 7 federal government a project application for airport planning or 8 development unless it is authorized in this act and the project 9 application is approved by the governing body of each political 10 subdivision or public agency making the application, and by the Michigan 11 aeronautics commission.
- 12 STATE BUILDING AUTHORITY RENT
- 13 Sec. 601. The appropriation in section 101 for state building 14 authority rent may also be expended for 1 or more of the following 15 purposes:
- 16 (a) Payment of the required premiums for insurance on facilities owned 17 by the state building authority.
- 18 (b) Payment of costs that may be incurred as the result of any 19 deductible provisions in the insurance policies purchased in accordance 20 with subdivision (a).
- 21 (c) To the extent the amount appropriated in section 101 for state 22 building authority rent is insufficient for payment of amounts required 23 there is appropriated from the general fund of the state the amount 24 necessary to satisfy those provisions.