No. 27 JOURNAL OF THE HOUSE

House Chamber, Lansing, Wednesday, April 9, 1997.

2:00 p.m.

The House was called to order by the Speaker Pro Tempore.

The roll was called by the Clerk of the House of Representatives, who announced that a quorum was present.

Agee—present
Alley—present
Anthony—present
Baade—present
Baird—present
Bankes—present
Birkholz—present
Bobier—present
Bodem—present
Bogardus—present
Brackenridge—present
Brater—present
Brewer—present
Brown—present
Byl—present
Callahan—present
Cassis—present
Cherry—present
Ciaramitaro—present
Crissman—present
Cropsey—present
Curtis—present
Dalman—present
DeHart—excused
DeVuyst—present
Dobb—present
Dobronski—present
Emerson—present

Fitzgerald—present
Frank—present
Freeman—present
Gagliardi—present
Galloway—present
Geiger—e/d/s
Gernaat—present
Gilmer—present
Gire—present
Godchaux—present
Goschka—present
Green—present
Griffin—present
Gubow—present
Gustafson—present
Hale—present
Hammerstrom—present
Hanley—present
Harder—excused
Hertel—absent
Hood—present
Horton—present
Jansen—present
Jaye—present
Jelinek—present
Jellema—present
Ichneon procent
Johnson—present

Kelly—excused
Kilpatrick—present
Kukuk—present
LaForge—present
Law—present
Leland—present
LeTarte—present
Llewellyn—present
London—excused
Lowe—present
Mans—present
Martinez—present
Mathieu—present
McBryde—present
McManus—present
McNutt—present
Middaugh—present
Middleton—present
Murphy—present
Nye—present
Olshove—present
Owen—present
Oxender—present
Palamara—present
Parks—present
Perricone—present

Kaza—present

Price—present
Profit—present
Prusi—present
Quarles—present
Raczkowski—present
Rhead—present
Richner—present
Rison—present
Rocca—present
Schauer—present
Schermesser—excused
Schroer—present
Scott—present
Scranton—present
Sikkema—present
Stallworth—present
Tesanovich—present
Thomas—present
Varga—present
Vaughn—present
Voorhees—present
Walberg—e/d/s
Wallace—present
Wetters—present
Whyman—present
Willard—present
Wojno—present
- -

Pastor Dan Dickerson, from Calvary Baptist Church in Midland, offered the following invocation:

"Let's pray together, shall we. Dear Heavenly Father, thank You for the heritage of prayer given to us in the United States of America. Thank You for Benjamin Franklin and others who initiated the opening of Congress in prayer. Thank You for their recognition that a new nation could not rise without God's blessing. Thank You for George Washington, who challenged the nation when he said that of all the habits and dispositions which lead to political prosperity, religion and morality are indispensable supports. We acknowledge that even today an established nation and state cannot truly prosper apart from Your loving grace and mercy. Bless these servants of God who minister in our state government. Help them, like God and from God, to be full of grace and truth, faithful love and righteousness. Help them to love what God loves and hate what God hates. Bless their families. Give them guidance, wisdom, humility, courage, strength, repentance and faith through the salvation which is provided for all who will receive the good news of the death, burial and resurrection of Jesus Christ for sinners, like ourselves. We pray these things in the name of the Lord and Savior, Jesus Christ. Amen."

Rep. Dobronski moved that Reps. Kelly and Schermesser be excused from today's session. The motion prevailed.

Rep. Hammerstrom moved that Rep. London be excused from today's session. The motion prevailed.

Third Reading of Bills

House Bill No. 4235, entitled

A bill to amend 1974 PA 269, entitled "Franchise investment law," by amending section 27 (MCL 445.1527), as amended by 1984 PA 92.

Was read a third time and passed, a majority of the members serving voting therefor, by yeas and nays, as follows:

Roll Call No. 151 Yeas—96

Agee Dobb Dobronski Alley Anthony Fitzgerald Baade Frank Baird Freeman Gagliardi Bankes Birkholz Galloway **Bobier** Gernaat Bodem Gilmer **Bogardus** Gire Brackenridge Godchaux Brater Goschka Green Brewer Brown Griffin Byl Gubow Callahan Gustafson Cassis Hale Cherry Hammerstrom Ciaramitaro Hanley Crissman Horton Cropsey Jansen Curtis Jave Jelinek Dalman **DeVuyst** Johnson

Kaza Kilpatrick Kukuk LaForge Law Leland LeTarte Llewellyn Lowe Mans Martinez McBryde McManus McNutt Middaugh Middleton Murphy Nye Olshove Owen Oxender Palamara Parks Perricone

Price Prusi **Ouarles** Raczkowski Rhead Richner Rison Rocca Schauer Schroer Scott Scranton Sikkema Stallworth Tesanovich Thomas Varga Vaughn Voorhees Wallace Wetters Whyman Willard Wojno

Nays—0

In The Chair: Murphy

The question being on agreeing to the title of the bill,

Rep. Gagliardi moved to amend the title to read as follows:

A bill to amend 1974 PA 269, entitled "Franchise investment law," by amending sections 8 and 27 (MCL 445.1508 and 445.1527), as amended by 1984 PA 92.

The motion prevailed.

The House agreed to the title as amended.

Rep. Gagliardi moved that the bill be given immediate effect.

The motion prevailed, 2/3 of the members serving voting therefor.

Rep. Geiger entered the House Chambers.

House Bill No. 4239, entitled

A bill to amend 1969 PA 287, entitled "An act to regulate pet shops, dog pounds and animal shelters," by amending the title and sections 1, 6, 7, 8, and 9 (MCL 287.331, 287.336, 287.337, 287.338, and 287.339), section 1 as amended by 1980 PA 214, and by adding sections 8a, 9a, and 9b.

Was read a third time and passed, a majority of the members serving voting therefor, by yeas and nays, as follows:

Roll Call No. 152

Yeas—78

Dalman Agee Jansen Alley Dobb Jaye Baade Dobronski Kilpatrick Baird Emerson Law Bankes Fitzgerald Leland Birkholz Frank Mans **Bobier** Freeman Martinez Bodem Gagliardi Mathieu Bogardus Galloway McBryde McManus Brackenridge Geiger Brater Gernaat McNutt Brewer Gire Middaugh Brown Godchaux Middleton Byl Goschka Murphy Callahan Griffin Nye Gubow Olshove Cassis Cherry Hale Owen Crissman Hammerstrom Oxender Cropsey Hanley Palamara Curtis Hood

Price Prusi **Ouarles** Raczkowski Richner Rison Rocca Schauer Schroer Scranton Sikkema Stallworth Tesanovich **Thomas** Varga Wallace Wetters Willard Wojno

Nays-20

Anthony Horton LeTarte Rhead DeVuyst Jelinek Llewellyn Scott

GilmerJohnsonLoweVaughnGreenKukukParksVoorheesGustafsonLaForgePerriconeWhyman

In The Chair: Murphy

The House agreed to the title of the bill.

Rep. Gagliardi moved that the bill be given immediate effect.

The motion prevailed, 2/3 of the members serving voting therefor.

House Bill No. 4034, entitled

A bill to amend 1931 PA 285, entitled "An act to provide for city, village and municipal planning; the creation, organization, powers and duties of planning commissions; the regulation and subdivision of land; and to provide penalties for violation of the provisions of this act," by amending section 3 (MCL 125.33), as amended by 1986 PA 5. Was read a third time and passed, a majority of the members serving voting therefor, by yeas and nays, as follows:

Roll Call No. 153 Yeas—99

Agee Dobronski Johnson Alley Emerson Kaza Anthony Fitzgerald Kilpatrick Baade Frank Kukuk Baird Freeman LaForge Bankes Gagliardi Law Birkholz Galloway Leland **Bobier** Geiger LeTarte Gernaat Bodem Llewellyn **Bogardus** Gilmer Lowe Brackenridge Gire Mans Godchaux Brater Martinez Brewer Goschka Mathieu Brown Green McBryde Byl Griffin McManus Callahan Gubow McNutt Gustafson Cassis Middaugh Cherry Hale Middleton Ciaramitaro Hammerstrom Murphy Crissman Hanley Nye Cropsey Hood Olshove Curtis Horton Owen Dalman Jansen Oxender **DeVuyst** Jave Palamara Dobb **Jelinek** Parks

Perricone Price Prusi **Ouarles** Raczkowski Rhead Richner Rison Rocca Schauer Schroer Scott Scranton Sikkema Stallworth Tesanovich Thomas Varga Vaughn Voorhees Wetters Whyman Willard Wojno

Nays—0

In The Chair: Murphy

The question being on agreeing to the title of the bill,

Rep. Gagliardi moved to amend the title to read as follows:

A bill to amend 1931 PA 285, entitled "An act to provide for city, village and municipal planning; the creation, organization, powers and duties of planning commissions; the regulation and subdivision of land; and to provide

penalties for violation of the provisions of this act," by amending sections 1 and 3 (MCL 125.31 and 125.33), section 3 as amended by 1986 PA 5.

The motion prevailed.

The House agreed to the title as amended.

Rep. Gagliardi moved that the bill be given immediate effect.

The motion prevailed, 2/3 of the members serving voting therefor.

Second Reading of Bills

House Bill No. 4237, entitled

A bill to amend 1846 RS 14, entitled "Of county officers," by amending section 117 (MCL 55.117).

Was read a second time, and the question being on the adoption of the proposed substitute (H-2) previously recommended by the Committee on Regulatory Affairs,

The substitute (H-2) was adopted, a majority of the members serving voting therefor.

Rep. Schroer moved that the bill be placed on the order of Third Reading of Bills.

The motion prevailed, a majority of the members voting therefor.

House Bill No. 4509, entitled

A bill to amend 1937 PA 94, entitled "Use tax act," (MCL 205.91 to 205.111) by adding section 8.

Was read a second time, and the question being on the adoption of the proposed amendment previously recommended by the Committee on Tax Policy (for amendment, see House Journal No. 24, p. 446),

The amendment was adopted, a majority of the members serving voting therefor.

Rep. Jaye moved to amend the bill as follows:

1. Amend page 2, following line 26, by inserting:

"(5) THIS EXEMPTION APPLIES ONLY TO A SELLER WHO PROVIDES LOCAL PHONE SERVICE AND HAS A TOLL-FREE RATE AVAILABLE FOR CUSTOMERS MAKING CALLS TO A GEOGRAPHICALLY ADJACENT PHONE ZONE."

Point of Order

Rep. Dobb requested the Chair to rule on the question of whether or not the amendment offered by Rep. Jaye is germane.

The Chair ruled that the amendment is not germane pursuant to House Rule 64. It introduces a new proposition which is not germane to the subject matter of the bill as introduced and as it is currently before the House.

Rep. Jaye moved to amend the bill as follows:

- 1. Amend page 1, following "THE PEOPLE OF THE STATE OF MICHIGAN ENACT:" by inserting: "Sec. 2. As used in this act:
- (a) "Person" means an individual, firm, partnership, joint venture, association, social club, fraternal organization, municipal or private corporation whether or not organized for profit, company, estate, trust, receiver, trustee, syndicate, the United States, this state, county, or any other group or combination acting as a unit, and the plural as well as the singular number, unless the intention to give a more limited meaning is disclosed by the context.
- (b) "Use" means the exercise of a right or power over tangible personal property incident to the ownership of that property including transfer of the property in a transaction where possession is given.
- (c) "Storage" means a keeping or retention of property in this state for any purpose after the property loses its interstate character
- (d) "Seller" means the person from whom a purchase is made and includes every person selling tangible personal property or services for storage, use, or other consumption in this state. If, in the opinion of the department, it is necessary for the efficient administration of this act to regard a salesperson, representative, peddler, or canvasser as the agent of a dealer, distributor, supervisor, or employer under whom the person operates or from whom he or she

obtains tangible personal property or services sold by him or her for storage, use, or other consumption in this state, irrespective of whether or not he or she is making the sales on his or her own behalf or on behalf of the dealer, distributor, supervisor, or employer, the department may so consider him or her, and may consider the dealer, distributor, supervisor, or employer as the seller for the purpose of this act.

- (e) "Purchase" means to acquire for a consideration, whether the acquisition is effected by a transfer of title, of possession, or of both, or a license to use or consume; whether the transfer is absolute or conditional, and by whatever means the transfer is effected; and whether consideration is a price or rental in money, or by way of exchange or barter.
- (f) "Price" means the aggregate value in money of anything paid or delivered, or promised to be paid or delivered, by a consumer to a seller in the consummation and complete performance of the transaction by which tangible personal property or services are purchased or rented for storage, use, or other consumption in this state, without a deduction for the cost of the property sold, cost of materials used, labor or service cost, interest or discount paid, or any other expense. The price of tangible personal property, for affixation to real estate, withdrawn by a construction contractor from inventory available for sale to others or made available by publication or price list as a finished product for sale to others is the finished goods inventory value of the property. If a construction contractor manufactures, fabricates, or assembles tangible personal property before affixing it to real estate, the price of the property is equal to the sum of the materials cost of the property and the cost of labor to manufacture, fabricate, or assemble the property but does not include the cost of labor to cut, bend, assemble, or attach property at the site of affixation to real estate. For the purposes of the preceding sentence, for property withdrawn by a construction contractor from inventory available for sale to others or made available by publication or price list as a finished product for sale to others, the materials cost of the property means the finished goods inventory value of the property. For purposes of this subdivision, "manufacture" means to convert or condition tangible personal property by changing the form, composition, quality, combination, or character of the property and "fabricate" means to modify or prepare tangible personal property for affixation or assembly. The price of a motor vehicle, trailer coach, MANUFACTURED HOUSING, or titled watercraft is the full retail price of the motor vehicle, trailer coach, MANUFACTURED HOUSING, or titled watercraft being purchased MINUS THE AGREED-UPON VALUE OF ANY MOTOR VEHICLE, MANUFACTURED HOUSING, OR TITLED WATERCRAFT USED AS PART PAYMENT OF THE PURCHASE PRICE. The tax collected by the seller from the consumer or lessee under this act is not considered part of the price, but is a tax collection for the benefit of the state, and a person other than the state shall not derive a benefit from the collection or payment of this tax. A price does not include an assessment imposed under the convention and tourism marketing act, Act No. 383 of the Public Acts of 1980, being sections 141.881 to 141.889 of the Michigan Compiled Laws, Act No. 263 of the Public Acts of 1974, being sections 141.861 to 141.867 of the Michigan Compiled Laws 1980 PA 383, MCL 141.881 TO 141.889, 1974 PA 263, MCL 141.861 TO 141.867, the state convention facility development act, Act No. 106 of the Public Acts of 1985, being sections 207.621 to 207.640 of the Michigan Compiled Laws 1985 PA 106, MCL 207.621 TO 207.640, the regional tourism marketing act, Act No. 244 of the Public Acts of 1989, being sections 141.891 to 141.900 of the Michigan Compiled Laws, Act No. 180 of the Public Acts of 1991, being sections 207.751 to 207.759 of the Michigan Compiled Laws 1989 PA 244, MCL 141.891 TO 141.900, 1991 PA 180, MCL 207.751 TO 207.759, or the community convention or tourism marketing act, Act No. 395 of the Public Acts of 1980, being sections 141.871 to 141.880 of the Michigan Compiled Laws 1980 PA 395, MCL 141.871 TO 141.880, that was added to charges for rooms or lodging otherwise subject, pursuant to section 3a, to tax under this act. Price does not include specific charges for technical support or for adapting or modifying prewritten, standard, or canned computer software programs to a purchaser's needs or equipment if the charges are separately stated and identified. The tax imposed under this act shall not be computed or collected on rental receipts if the tangible personal property rented or leased has previously been subjected to a Michigan sales or use tax when purchased by the lessor.
- (g) "Consumer" means the person who has purchased tangible personal property or services for storage, use, or other consumption in this state and includes a person acquiring tangible personal property if engaged in the business of constructing, altering, repairing, or improving the real estate of others.
- (h) "Business" means all activities engaged in by a person or caused to be engaged in by a person with the object of gain, benefit, or advantage, either direct or indirect.
 - (i) "Department" means the revenue division of the department of treasury.
 - (j) "Tax" includes all taxes, interest, or penalties levied under this act.
- (k) "Tangible personal property" includes computer software offered for general use by the public or software modified or adapted to the user's needs or equipment by the seller, only if the software is available from a seller of software on an as is basis or as an end product without modification or adaptation. Tangible personal property does not include computer software originally designed for the exclusive use and special needs of the purchaser. As used in this subdivision, "computer software" means a set of statements or instructions that when incorporated in a machine usable medium is capable of causing a machine or device having information processing capabilities to indicate, perform, or achieve a particular function, task, or result.
- (1) "Tangible personal property" does not include a commercial advertising element if the commercial advertising element is used to create or develop a print, radio, television, or other advertisement, the commercial advertising

element is discarded or returned to the provider after the advertising message is completed, and the commercial advertising element is custom developed by the provider for the purchaser. As used in this subdivision, "commercial advertising element" means a negative or positive photographic image, an audiotape or videotape master, a layout, a manuscript, A writing of copy, a design, artwork, an illustration, retouching, and mechanical or keyline instructions. "Tangible personal property" includes black and white or full color process separation elements, an audiotape reproduction, or a videotape reproduction."

The question being on the adoption of the amendment offered by Rep. Jaye,

Rep. Jaye demanded the yeas and nays.

The demand was supported.

The question being on the adoption of the amendment offered by Rep. Jaye,

Point of Order

Rep. Dobb requested the Chair to rule on the question of whether or not the amendment offered by Rep. Jaye is germane.

The Chair ruled that the amendment is not germane pursuant to House Rule 64. It introduces a new proposition which is not germane to the subject matter of the bill as introduced and as it is currently before the House.

Rep. Dobb moved that the bill be placed on the order of Third Reading of Bills.

The motion prevailed, a majority of the members voting therefor.

Rep. Walberg entered the House Chambers.

By unanimous consent the House returned to the order of

Motions and Resolutions

Rep. Gagliardi moved that House Committees be given leave to meet during the balance of today's session. The motion prevailed.

Reps. Cherry, Gagliardi, Hanley, Ciaramitaro, Willard, Schauer, Bogardus, Rison, Agee, DeHart, Goschka, Prusi, Anthony, Tesanovich, Gire, Lowe, Thomas, Baird, Martinez, Emerson, Hale, Freeman, Scott, Wetters, LaForge, Dobronski, Baade, Brewer, Varga and Leland offered the following resolution:

House Resolution No. 30.

A resolution to urge the Civil Service Commission to reject the proposed change to Civil Service rules that would exempt from review personal service contracts of less than \$500,000.

Whereas, Under the current rules of the Civil Service Commission, personal service contracts for more than \$5,000 must receive Civil Service review and approval; and

Whereas, The Civil Service Commission is considering several amendments to its rules, including changes to the rules on personal service contracts to exempt them from the requirement of Civil Service review unless the amount of the contract is \$500,000. The proposed rule change also would require prior approval in certain other situations, including a contract being for \$2 million or more over the life of the contract or if there are more than five contracts involving a single state agency in a fiscal year; and

Whereas, Raising from \$5,000 to \$500,000 the threshold for Civil Service review is a major change to how state agencies can use personal service contracts. This represents a dramatic loss of accountability in the awarding of contracts involving millions of state tax dollars; and

Whereas, With the pending retirement of a substantial number of state employees, the proposed change to Civil Service rules has the potential for abuse through a drastic reduction in oversight. Instead of work being performed by

men and women operating under the well-defined public review of a Civil Service system that has served our state well, work and money will be shifted to private contractors with far less accountability to the taxpaying public. This change has some observers concerned over patronage replacing key operations of state government; and

Whereas, Public trust in governmental operations is essential to the health of our democracy. Returning to policies that diminish accountability, especially before money is spent, erodes this trust; now, therefore, be it

Resolved by the House of Representatives, That we urge the Civil Service Commission to reject the proposed change to Civil Service rules that would exempt from review personal service contracts of less than \$500,000; and be it further Resolved, That a copy of this resolution be transmitted to the Civil Service Commission.

The resolution was referred to the Committee on House Oversight and Ethics.

Reps. Cherry, Gagliardi, Hanley, Ciaramitaro, Willard, Schauer, Bogardus, Rison, Agee, DeHart, Goschka, Anthony, Prusi, Tesanovich, Gire, Lowe, Thomas, Baird, Martinez, Emerson, Hale, Freeman, Scott, Wetters, LaForge, Dobronski, Baade, Brewer, Varga and Leland offered the following concurrent resolution:

House Concurrent Resolution No. 32.

A concurrent resolution to urge the Civil Service Commission to reject the proposed change to Civil Service rules that would exempt from review personal service contracts of less than \$500,000.

Whereas, Under the current rules of the Civil Service Commission, personal service contracts for more than \$5,000 must receive Civil Service review and approval; and

Whereas, The Civil Service Commission is considering several amendments to its rules, including changes to the rules on personal service contracts to exempt them from the requirement of Civil Service review unless the amount of the contract is \$500,000. The proposed rule change also would require prior approval in certain other situations, including a contract being for \$2 million or more over the life of the contract or if there are more than five contracts involving a single state agency in a fiscal year; and

Whereas, Raising from \$5,000 to \$500,000 the threshold for Civil Service review is a major change to how state agencies can use personal service contracts. This represents a dramatic loss of accountability in the awarding of contracts involving millions of state tax dollars; and

Whereas, With the pending retirement of a substantial number of state employees, the proposed change to Civil Service rules has the potential for abuse through a drastic reduction in oversight. Instead of work being performed by men and women operating under the well-defined public review of a Civil Service system that has served our state well, work and money will be shifted to private contractors with far less accountability to the taxpaying public. This change has some observers concerned over patronage replacing key operations of state government; and

Whereas, Public trust in governmental operations is essential to the health of our democracy. Returning to policies that diminish accountability, especially before money is spent, erodes this trust; now, therefore, be it

Resolved by the House of Representatives (the Senate concurring), That we urge the Civil Service Commission to reject the proposed change to Civil Service rules that would exempt from review personal service contracts of less than \$500,000; and be it further

Resolved, That a copy of this resolution be transmitted to the Civil Service Commission.

The concurrent resolution was referred to the Committee on House Oversight and Ethics.

Reports of Standing Committees

The Committee on Tourism, by Rep. Baade, Chair, reported

House Bill No. 4523, entitled

A bill to amend 1931 PA 328, entitled "The Michigan penal code," (MCL 750.1 to 750.568) by adding section 160a. With the recommendation that the substitute (H-1) be adopted and that the bill then pass.

The bill and substitute were referred to the order of Second Reading of Bills.

Favorable Roll Call

HB 4523 To Report Out:

Yeas: Reps. Baade, Vaughn, Wetters, Bodem, Brackenridge, Lowe,

Nays: None.

COMMITTEE ATTENDANCE REPORT

The following report, submitted by Rep. Baade, Chair of the Committee on Tourism, was received and read:

Meeting held on: Wednesday, April 9, 1997, at 9:00 a.m.,

Present: Reps. Baade, Vaughn, Wetters, Bodem, Brackenridge, Lowe,

Absent: Reps. Brewer, Willard, Horton, Excused: Reps. Brewer, Willard, Horton.

The Committee on Appropriations, by Rep. Hood, Chair, reported

House Concurrent Resolution No. 25.

A concurrent resolution to disapprove Executive Order 1997-2 on executive reorganization.

(For text of resolution, see House Journal No. 23, p. 412.)

With the recommendation that the following amendment be adopted and that the concurrent resolution be adopted.

1. Amend the first Whereas clause, line 6, after the first "the" by striking out "Department of Natural Resources" and inserting "Department of Environmental Quality".

The Speaker announced that under Rule 77 the concurrent resolution would lie over one day.

Favorable Roll Call

HCR 25 To Report Out:

Yeas: Reps. Hood, Mathieu, Ciaramitaro, Emerson, Frank, Hale, Martinez, Owen, Parks, Price, Prusi, Rison, Schroer, Stallworth, Tesanovich,

Nays: Reps. Gilmer, Bankes, Bobier, Geiger, Godchaux, Jansen, Jellema, McBryde, Oxender.

COMMITTEE ATTENDANCE REPORT

The following report, submitted by Rep. Hood, Chair of the Committee on Appropriations, was received and read: Meeting held on: Wednesday, April 9, 1997, at 1:00 p.m.,

Present: Reps. Hood, Mathieu, Ciaramitaro, Emerson, Frank, Hale, Kelly, Martinez, Owen, Parks, Price, Prusi, Rison, Schroer, Stallworth, Tesanovich, Gilmer, Bankes, Bobier, Geiger, Godchaux, Jansen, Jellema, Johnson, McBryde, Oxender,

Absent: Rep. Harder, Excused: Rep. Harder.

COMMITTEE ATTENDANCE REPORT

The following report, submitted by Rep. Griffin, Chair of the Committee on Commerce, was received and read: Meeting held on: Wednesday, April 9, 1997, at 9:00 a.m.,

Present: Reps. Griffin, Thomas, Alley, Callahan, Mans, Murphy, Olshove, Palamara, Varga, Gernaat, Jaye, Kaza, Kukuk, Rhead, Richner, Walberg,

Absent: Rep. Schermesser, Excused: Rep. Schermesser.

COMMITTEE ATTENDANCE REPORT

The following report, submitted by Rep. Profit, Chair of the Committee on Tax Policy, was received and read: Meeting held on: Wednesday, April 9, 1997, at 9:00 a.m.,

Present: Reps. Profit, Quarles, Agee, Freeman, Hanley, Palamara, Wallace, Wetters, Wojno, Perricone, Brackenridge, Cassis, Dobb, Goschka, Whyman,

Absent: Reps. Gubow, Middleton, Excused: Reps. Gubow, Middleton.

COMMITTEE ATTENDANCE REPORT

The following report, submitted by Rep. Cherry, Chair of the Committee on Colleges and Universities, was received and read:

Meeting held on: Wednesday, April 9, 1997, at 10:30 a.m.,

Present: Reps. Cherry, Brown, Brater, Quarles, LeTarte, Scranton, Walberg,

Absent: Reps. Curtis, Dalman, Excused: Reps. Curtis, Dalman.

COMMITTEE ATTENDANCE REPORT

The following report, submitted by Rep. Gire, Chair of the Committee on Education, was received and read:

Meeting held on: Wednesday, April 9, 1997, at 12:00 Noon,

Present: Reps. Gire, Bogardus, Agee, Brown, Cherry, Curtis, Kilpatrick, LaForge, Schauer, Scott, Dalman, Crissman, Cropsey, Jelinek, LeTarte, McNutt, Middleton.

COMMITTEE ATTENDANCE REPORT

The following report, submitted by Rep. Baird, Chair of the Committee on Mental Health, was received and read:

Meeting held on: Wednesday, April 9, 1997, at 12:00 Noon,

Present: Reps. Baird, Brater, Gubow, LaForge, Wallace, Scranton, Cassis, Green, Hammerstrom.

Announcement by the Clerk of Printing and Enrollment

The Clerk announced that the following bills had been printed and placed upon the files of the members, Monday, March 24:

House Bill Nos. 4515 4520

Communications from State Officers

The following communication from the Auditor General was received and read:

April 7, 1997

Enclosed is a copy of the following audit report and/or executive digest:

Performance Audit of the Kincheloe Correctional Institutions: Kinross Correctional Facility and Hiawatha Temporary Facility Department of Corrections April 1997

> Sincerely, Thomas H. McTavish, C.P.A. Auditor General

The communication was referred to the Clerk and the accompanying report referred to the Committee on House Oversight and Ethics.

The following communication from the Insurance Bureau was received and read:

March 6, 1997

To: Interested Parties From: D. Joseph Olson

Commissioner of Insurance

Subject: Preliminary Report and Certification Regarding the State of

Competition in the Workers' Compensation Insurance Market

Attached is a copy of the preliminary report on the state of competition in the workers' compensation insurance market and my certification as to the presence of workable competition in the market during 1997.

This report and certification were prepared in accordance with the requirements of Section 2409 of the Insurance Code, MCLA 500.2409.

The communication was referred to the Clerk.

Introduction of Bills

Reps. Wallace, Baird, Scott, Kelly, Dobronski, Cassis and Nye introduced

House Bill No. 4586, entitled

A bill to amend 1937 PA 94, entitled "Use tax act," (MCL 205.91 to 205.111) by adding section 4m.

The bill was read a first time by its title and referred to the Committee on Tax Policy.

Reps. Mans, Parks, Hanley, Agee, Hale, Wojno, Stallworth, Bogardus, Rison, Kilpatrick, Schermesser and Kaza introduced

House Bill No. 4587, entitled

A bill to amend 1978 PA 53, entitled "Statutory joint account act," by amending section 4 (MCL 487.714).

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Mans, Parks, Hanley, Agee, Wojno, Hale, Stallworth, Bogardus, Rison, Kilpatrick, Schermesser and Kaza introduced

House Bill No. 4588, entitled

A bill to amend 1965 PA 114, entitled "An act relating to dry, edible beans; to create a bean commission and prescribe its functions; to levy and collect assessments on bean production; and to provide penalties for violation of this act," by amending section 7 (MCL 290.557).

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Schermesser, DeHart, Leland, Hale, Wojno, Mans, Parks, Thomas, Schauer, Kilpatrick, Bogardus, Rison, Quarles, Martinez, Scott, Varga and Kaza introduced

House Bill No. 4589, entitled

A bill to amend 1915 PA 59, entitled "An act to provide for the construction, improvement and maintenance of highways; for the levying, spreading and collecting of taxes and of special assessments therefor; to authorize the borrowing of money and the issuance of bonds under certain restrictions, regulations and limitations; to prescribe the powers and duties of certain officers with reference thereto; and to validate certain proceedings heretofore taken," by amending section 25 (MCL 247.425).

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Schermesser, DeHart, Leland, Hale, Wojno, Parks, Mans, Thomas, Schauer, Kilpatrick, Bogardus, Rison, Quarles, Martinez, Scott, Varga and Kaza introduced

House Bill No. 4590, entitled

A bill to amend 1925 PA 381, entitled "An act to authorize certain counties to combine for the purpose of planning systems of inter-county highways, super-highways and limited access highways; to define the terms "super-highways" and "limited access highways"; to authorize the establishment of inter-county highway commissions; to prescribe their powers and duties; to provide for the appropriation of funds therefor; and to empower counties to legislate with respect thereto," by amending section 6 (MCL 252.6).

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Thomas, Griffin, Schermesser and Kaza introduced

House Bill No. 4591, entitled

A bill to amend 1927 PA 175, entitled "The code of criminal procedure," by amending section 26c (MCL 774.26c), as amended by 1980 PA 506.

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Thomas, Griffin, Schermesser and Kaza introduced

House Bill No. 4592, entitled

A bill to amend 1972 PA 239, entitled "McCauley-Traxler-Law-Bowman-McNeely lottery act," by amending section 35 (MCL 432.35).

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Callahan, Griffin and Kaza introduced

House Bill No. 4593, entitled

A bill to amend 1954 PA 70, entitled "An act relative to agreements providing for the final disposition of a dead human body; and to prescribe penalties for violations of the provisions of this act," by amending section 1 (MCL 328.201), as amended by 1982 PA 366.

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Callahan, Griffin and Kaza introduced

House Bill No. 4594, entitled

A bill to amend 1965 PA 314, entitled "An act to authorize the investment of assets of public employee retirement systems or plans created and established by the state or any political subdivision; to provide for the payment of certain costs and investment expenses; to authorize investment in variable rate interest loans; to define and limit the investments which may be made by an investment fiduciary with the assets of a public employee retirement system; and to prescribe the powers and duties of investment fiduciaries and certain state departments and officers," by amending section 20c (MCL 38.1140c), as amended by 1996 PA 485.

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Varga and Kaza introduced

House Bill No. 4595, entitled

A bill to amend 1909 PA 99, entitled "An act authorizing the county board of commissioners or the board of auditors in those counties having a board of county auditors, to designate a depository or depositories of public moneys received by county treasurers; prescribing the duties of certain officers; and prescribing penalties," by amending sections 1, 2, 3, 4, 6, 6a, and 10 (MCL 129.31, 129.32, 129.33, 129.34, 129.36, 129.36a, and 129.40).

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Varga and Kaza introduced

House Bill No. 4596, entitled

A bill to amend 1932 (1st Ex Sess) PA 40, entitled "An act to provide for the designation of depositories for public moneys; to prescribe the effect thereof on the liability for such deposits; to suspend the requirement of surety bonds from depositories of public moneys; and to repeal all acts and parts of acts inconsistent with the provisions of this act," by amending sections 2 and 4 (MCL 129.12 and 129.14), by adding section 6; and to repeal acts and parts of acts.

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Jaye, Kukuk, Gernaat, Rhead, Walberg, Richner and Kaza introduced

House Bill No. 4597, entitled

A bill to amend 1943 PA 20, entitled "An act relative to the investment of surplus funds of political subdivisions of the state; and to validate certain investments," by amending section 1 (MCL 129.91), as amended by 1988 PA 239.

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Kukuk, Rhead, Gernaat, Richner, Walberg, Kaza and Jaye introduced

House Bill No. 4598, entitled

A bill to amend 1909 PA 321, entitled "An act to provide for the depositing and safeguarding of public moneys belonging to villages within the state of Michigan," by amending sections 1 and 3 (MCL 129.41 and 129.43) and by adding section 5.

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Gernaat, Kukuk, Rhead, Walberg, Richner, Kaza and Jaye introduced House Bill No. 4599, entitled

A bill to amend 1934 (1st Ex Sess) PA 23, entitled "An act authorizing the investment in bonds of the home owners' loan corporation and bonds of federal home loan banks by the state and all its departments and political subdivisions, including municipal corporations, and instrumentalities, and by any insurance company, building and loan association or company, savings and loan association or company, bank, trust company or other financial institution, and by any executor, administrator, guardian, trustee or fiduciary; authorizing the use of such bonds as security by any depository of funds; and authorizing certain deposits with the state treasurer to be in such bonds," by amending section 1 (MCL 129.81). The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Richner, Kukuk, Gernaat, Rhead, Walberg, Kaza and Jaye introduced

House Bill No. 4600, entitled

A bill to amend 1976 PA 451, entitled "The revised school code," by amending sections 622, 1221, and 1223 (MCL 380.622, 380.1221, and 380.1223), sections 622 and 1223 as amended by 1986 PA 132 and section 1221 as amended by 1986 PA 416.

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Walberg, Kukuk, Kaza, Gernaat, Rhead, Richner and Jaye introduced

House Bill No. 4601, entitled

A bill to amend 1855 PA 105, entitled "An act to regulate the disposition of the surplus funds in the state treasury; to provide for the deposit of surplus funds in certain financial institutions; to lend surplus funds pursuant to loan agreements secured by certain commercial, agricultural, or industrial real and personal property; to authorize the loan of surplus funds to certain municipalities; to authorize the participation in certain loan programs; to authorize an appropriation; and to prescribe the duties of certain state agencies," by amending sections 3 and 7 (MCL 21.143 and 21.147), section 3 as amended by 1990 PA 8 and section 7 as amended by 1994 PA 44; and to repeal acts and parts of acts.

The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Rhead, Kukuk, Gernaat, Walberg, Richner, Kaza and Jaye introduced

House Bill No. 4602, entitled

A bill to amend 1982 PA 367, entitled "Surplus funds investment pool act," by amending section 2 (MCL 129.112). The bill was read a first time by its title and referred to the Committee on Commerce.

Reps. Kaza, Rhead, Gernaat, Richner, Kukuk and Walberg introduced

House Bill No. 4603, entitled

A bill to amend 1969 PA 319, entitled "Banking code of 1969," by amending sections 171 and 231 (MCL 487.471 and 487.531), section 171 as amended by 1996 PA 405 and section 231 as amended by 1991 PA 12.

The bill was read a first time by its title and referred to the Committee on Commerce.

Rep. Griffin introduced

House Bill No. 4604, entitled

A bill to amend 1996 PA 354, entitled "Savings bank act," by amending section 508 (MCL 487.3508).

The bill was read a first time by its title and referred to the Committee on Commerce.

Rep. Gernaat introduced

House Bill No. 4605, entitled

A bill to amend 1980 PA 307, entitled "Savings and loan act of 1980," by amending section 606 (MCL 491.606), as amended by 1987 PA 106.

The bill was read a first time by its title and referred to the Committee on Commerce.

Rep. Profit introduced

House Bill No. 4606, entitled

A bill to amend 1993 PA 23, entitled "Michigan limited liability company act," by amending sections 102, 103, 201, 202, 203, 204, 206, 207, 213, 301, 302, 303, 304, 305, 307, 308, 401, 402, 403, 404, 405, 501, 502, 503, 506, 509,

701, 702, 703, 704, 705, 706, 801, 808, 901, 902, 903, 909, 910, 1002, and 1101 (MCL 450.4102, 450.4103, 450.4201, 450.4202, 450.4203, 450.4204, 450.4206, 450.4207, 450.4213, 450.4301, 450.4302, 450.4303, 450.4304, 450.4305, 450.4307, 450.4308, 450.4401, 450.4402, 450.4403, 450.4404, 450.4405, 450.4501, 450.4502, 450.4503, 450.4506, 450.4509, 450.4701, 450.4702, 450.4703, 450.4704, 450.4705, 450.4706, 450.4801, 450.4808, 450.4901, 450.4902, 450.4903, 450.4909, 450.4910, 450.5002, and 450.5101), sections 701, 702, 703, 705, and 706 as amended by 1994 PA 410, and by adding sections 515, 705a, and 707.

The bill was read a first time by its title and referred to the Committee on Commerce.

Rep. Profit introduced

House Bill No. 4607, entitled

A bill to amend 1927 PA 175, entitled "The code of criminal procedure," by amending section 15 of chapter IV (MCL 764.15), as amended by 1996 PA 490.

The bill was read a first time by its title and referred to the Committee on Judiciary.

Rep. Profit introduced

House Bill No. 4608, entitled

A bill to amend 1995 PA 29, entitled "Uniform unclaimed property act," by amending sections 11, 18, 19, 20, 23, 25, and 31 (MCL 567.231, 567.238, 567.239, 567.240, 567.243, 567.245, and 567.251); and to repeal acts and parts of acts.

The bill was read a first time by its title and referred to the Committee on Tax Policy.

Rep. Profit introduced

House Bill No. 4609, entitled

A bill to amend 1931 PA 328, entitled "The Michigan penal code," by amending sections 356, 356a, 356c, 356d, 362a, 377a, 380, 387, and 535 (MCL 750.356, 750.356a, 750.356c, 750.356d, 750.362a, 750.377a, 750.380, 750.387, and 750.535), sections 356c and 356d as added by 1988 PA 20.

The bill was read a first time by its title and referred to the Committee on Judiciary.

Rep. Wojno moved that the House adjourn.

The motion prevailed, the time being 3:40 p.m.

The Speaker Pro Tempore declared the House adjourned until Thursday, April 10, at 10:00 a.m.

MARY KAY SCULLION Clerk of the House of Representatives.