



Senate Fiscal Agency
P. O. Box 30036
Lansing, Michigan 48909-7536

**BILL ANALYSIS**

Telephone: (517) 373-5383
Fax: (517) 373-1986
TDD: (517) 373-0543

House Bill 5656 (Substitute H-1 as passed by the House)

Sponsor: Representative Chris Ward

House Committee: Government Operations

Senate Committee: Economic Development, Small Business and Regulatory Reform

Date Completed: 11-10-04

CONTENT

The bill would amend the Management and Budget Act to prohibit the Department of Management and Budget from requiring an architect, professional engineer, or contractor with whom it enters into a contract to assume any liability or indemnify the State for any amount greater than the architect's, professional engineer's, or contractor's degree of fault.

The bill would define "contractor" as a person who provides an improvement to real property pursuant to a contract with the owner or lessee of the property.

Proposed MCL 18.1237c

Legislative Analyst: Julie Koval

FISCAL IMPACT

The bill would have no fiscal impact on State or local government.

Fiscal Analyst: Bill Bowerman

S0304\5656sa

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.