SUBSTITUTE FOR SENATE BILL NO. 1081

A bill to provide for a capital outlay program; to set forth the provisions for its implementation within the budgetary process; to make appropriations for planning and construction at state institutions and the acquisition of land; to provide for the elimination of fire hazards at the institutions; to provide for certain special maintenance, remodeling, alteration, renovation, or demolition of and additions to projects at state institutions; to provide for elimination of occupational safety and health hazards at state agencies and institutions; to provide for the award of contracts; to provide for expenditures under the supervision of the director of the department of management and budget and the state administrative board; to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2007; and to provide for the

Senate Bill No. 1081 as amended December 7, 2006

expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1	PART 1	
2	LINE-ITEM APPROPRIATIONS	
3	Sec. 101. Subject to the conditions set forth in the	nis act, the
4	amounts listed in this part are appropriated for certain	n capital
5	outlay projects at the various state agencies and instit	cutions for
6	the fiscal year ending September 30, 2007, from the fund	ds indicated
7	in this part. The following is a summary of the appropri	ations in
8	this part:	
9	CAPITAL OUTLAY	
10	APPROPRIATION SUMMARY	
11	GROSS APPROPRIATION	\$<<203,439,700>>
12	Interdepartmental grant revenues:	
13	Total interdepartmental grants and intradepartmental	
14	transfers	2,000,000
15	ADJUSTED GROSS APPROPRIATION	\$<<201,439,700>>
16	Federal revenues:	
17	Total federal revenues	148,124,300
18	Special revenue funds:	
19	Total local revenues	12,648,300
20	Total private revenues	0
21	Total other state restricted revenues	40,663,300
22	State general fund/general purpose	\$ <<3,800>>
23	Sec. 102. DEPARTMENT OF AGRICULTURE	
24	Farmland and open space development acquisition	\$ 3,750,000
25	GROSS APPROPRIATION	\$ 3,750,000

1	Senate Bill No. 1081 as amended December 7, 2006 Appropriated from:
2	Federal revenues:
3	DAG, multiple grants
4	Special revenue funds:
5	Agriculture preservation fund
6	State general fund/general purpose\$
7	Sec. 103. DEPARTMENT OF MANAGEMENT AND BUDGET
8	Lump-sum projects:
9	Special maintenance, remodeling and additions:
10	For state agencies special maintenance projects
11	estimated to cost more than \$100,000 but less than
12	\$1,000,000 \$ 2,000,000
13	GROSS APPROPRIATION\$ 2,000,000
14	Appropriated from:
15	Interdepartmental grant revenues:
16	IDG from building occupancy charges 2,000,000
17	State general fund/general purpose\$
18	Sec. 104. STATE AGENCY, COMMUNITY COLLEGE, AND
19	<pre>UNIVERSITY PLANNING PROJECTS <<alpena -="" and="" be="" center="" college="" community="" engineering="" excellence="" for="" from="" of="" paid="" planning="" program="" revenues<="" th="" to="" transportation=""></alpena></pre>
20 21	Bay de Noc - student center remodeling - for program and planning to be paid from college revenues \$ 100
	<pre><<delta -="" and="" be="" center="" college="" for="" from="" health="" paid="" planning="" program="" revenues<="" th="" to="" university="" wellness=""></delta></pre>
22 23	Grand Rapids Community College - lifelong learning center - for program and planning to be paid for
24	from college revenues
	university revenues
25	and planning to be paid for from college revenues 100>> Kalamazoo Valley Community College - Texas Township
26 27	campus expansion - for program and planning to be paid for from college revenues
	renovations - for program and planning to be paid for from college revenues

	Senate Bill No. 1081 as amended December 7, 2006	(1 of 2)
1	Lake Michigan College - emerging technologies	
2	<pre>initiative - for program and planning to be paid for from college revenues<</pre> <pre><<montcalm -="" college="" community="" expansion="" for="" mtec="" pre="" program<=""></montcalm></pre>	100
	and planning to be paid from college revenues Macomb County Community College - alternative fuel development center - for program and planning to be paid for from college revenues	100
4 5	Mott Community College - library consolidation and renovations - for program and planning to be paid	
6	for from college revenues	100
	paid for from college revenues	100
7	North Central Michigan College - university and	
8	science center - for program and planning to be	
9	paid for from college revenues	100
10	Oakland Community College - building A	
11	additions/renovations - for program and planning to	
12	be paid for from college revenues	100
13	St. Clair County Community College - center for	
14	health and human services - for program and	
15	<pre>planning to be paid for from college revenues <<schoolcraft -="" and="" be="" college="" college<="" complex="" for="" from="" paid="" planning="" pre="" program="" public="" safety="" to="" training=""></schoolcraft></pre>	100
16	Warma County Community College nowthwest sampus	100>>
10 17	Wayne County Community College - northwest campus replacement - for program and planning to be paid	
17 18		100
10	<pre>for from college revenues</pre>	100
19	Eastern Michigan University - Pray-Harrold classroom	
20	building renovations - for program and planning to	
21	be paid for from university revenues	100
22	Ferris State University - Michigan College of	

	Senate Bill No. 1081 as amended December 7, 2006	(2 of 2)	
23	Optometry and center for collaborative health		
24	education - for program and planning to be paid for		
25	from university revenues		100
26	Grand Valley State University - learning technology		
27	center - for program and planning to be paid for		

	Senate Bill No. 1081 as amended December 7, 2006	(1 of 2)
1	from university revenues	100
2	Lake Superior State University - south hall addition	
3	and renovations project - for program and planning	
4	to be paid for from university revenues	100
5	Michigan Technological University - Great Lakes	
6	research facility - for program and planning to be	
7	paid for from university revenues	100
8	Oakland University - engineering center - for	
9	program and planning to be paid for from university	
10	revenues	100
11	Saginaw Valley State University - nursing and health	
12	science facility - for program and planning to be	
13	<pre>paid for from university revenues</pre>	100
	Western Michigan University - Sangren hall - for program and planning to be paid for from university revenues	100
	<pre>planning to be paid for from university revenues University of Michigan - Ann Arbor - biology building - for program and planning to be paid for from university revenues</pre>	100
14	GROSS APPROPRIATION\$	<<3,300>>
15	Appropriated from:	,
16	State general fund/general purpose\$	<<3,300>>
17	Sec. 104a. ECONOMIC DEVELOPMENT PROJECTS	
18	Regional economic development initiative - for	
19	program and planning to be paid for from local	
20	resources \$ _	100

	5	(2 of 2)	
	Senate Bill No. 1081 as amended December 7, 2006		
21	GROSS APPROPRIATION	\$	100
22	Appropriated from:		
23	State general fund/general purpose	\$	100
24	Sec. 105. STATE BUILDING AUTHORITY FINANCED		
25	CONSTRUCTION PROJECTS		
26	Kirtland Community College - campus water well		
27	system upgrades (total authorized cost \$1,005,000;		

1	Senate Bill No. 1081 as amended December 7, 2006 state building authority share \$502,400; Kirtland		
2	Community College share \$502,500; state general		
3	<pre>fund share \$100) </pre> <pre> <pre> congression congr</pre></pre>	uding issues 00;	100
5	improvement projects (total authorized cost		
6 7 8	\$20,000,000; state building authority share \$19,999,900; state general fund share \$100) <-Department of education - school for the deaf renovations (total authorized cost \$2,275,000; state building authority share \$2,274,900; state general fund share \$100)		100 100>> <<400>>
9	Appropriated from:	ų	CC400>>
10	State general fund/general purpose	Ċ	<<400>>
11	Sec. 106. DEPARTMENT OF MILITARY AFFAIRS	Y	~~
12	Lump-sum projects:		
13	For department of military affairs remodeling and		
14	additions and special maintenance projects	\$	5,000,000
15	Shiawassee County, armory replacement, for design	۲	3,000,000
16	and construction (total authorized cost \$6,350,000;		
17	federal share \$4,400,000; state armory		
18	construction fund share \$1,950,000)		650,000
19	GROSS APPROPRIATION		5,650,000
20	Appropriated from:	•	. ,
21	Federal revenues:		
22	DOD, department of the army, national guard bureau		5,150,000
23	Armory construction fund		500,000
24	State general fund/general purpose	\$	0
25	Sec. 107. DEPARTMENT OF NATURAL RESOURCES	-	
26	(1) STATE PARK AND FOREST AREA IMPROVEMENTS		
27	State parks repair and maintenance	\$ FDD	2,000,000

1	Forest roads, bridges, and facilities	1,400,000
2	GROSS APPROPRIATION	\$ 3,400,000
3	Appropriated from:	
4	Special revenue funds:	
5	Forest development fund	1,300,000
6	Forest recreation fund	100,000
7	State park improvement fund	2,000,000
8	State general fund/general purpose	\$ 0
9	(2) WILDLIFE	
10	Statewide wetlands acquisitions	\$ 2,000,000
11	GROSS APPROPRIATION	\$ 2,000,000
12	Appropriated from:	
13	Special revenue funds:	
14	Game and fish protection - waterfowl fees	2,000,000
15	State general fund/general purpose	\$ 0
16	(3) WATERWAYS BOATING PROGRAM	
17	Infrastructure improvements - state projects	\$ 4,720,000
18	Infrastructure improvements - local projects	2,250,000
19	Land acquisition	1,170,000
20	Boating program, state boating access projects:	
21	Walloon Lake, Charlevoix County, new site	
22	construction - phase I (total authorized cost	
23	\$510,000, state share \$510,000)	510,000
24	Boating program, boating access sites, grants in	
25	aid:	
26	Tuscarora Township, Cheboygan County, boat launch	
27	and parking lot construction (total authorized cost	

1	\$467,200, state share \$332,500, local share	
2	\$134,700)	332,500
3	Frankfort, Benzie County, boat launch and parking	
4	lot rehabilitation (total project cost \$151,300;	
5	state share \$113,500; local share \$37,800)	113,500
6	Ludington, Mason County, breakwater rubble mound	
7	protective structure (total authorized cost	
8	\$227,900; state share \$171,000; local share \$56,900)	171,000
9	Boating program, harbors and docks, state	
10	facilities:	
11	De Tour, Chippewa County, floating dock repair and	
12	replacement (total project cost \$4,000,000; federal	
13	share \$3,000,000; state share \$1,000,000)	4,000,000
14	Mackinaw City, Cheboygan County, new marina, state	
15	dock, phase III (total cost \$10,625,000; state	
16	share \$10,625,000)	265,000
17	Mitchell state park, Wexford County, seawall and	
18	walkway improvements (total authorized cost	
19	\$623,000; federal share \$160,000; state share	
20	\$463,000)	463,000
21	Boating program, harbors and docks, local	
22	facilities:	
23	Leland, Leelanau County, marina rehabilitation and	
24	upgrades (total project cost \$3,500,000; state	
25	share \$2,625,000; local share \$875,000)	875,000
26	GROSS APPROPRIATION\$	14,870,000
27	Appropriated from:	

1	Federal revenues:	
2	DHS, U.S. coast guard	1,470,000
3	DOI, U.S. fish and wildlife service, Dingell-Johnson.	3,000,000
4	Special revenue funds:	
5	Michigan state waterways fund	10,400,000
6	State general fund/general purpose	\$ 0
7	Sec. 108. DEPARTMENT OF TRANSPORTATION	
8	STATE TRUNKLINE FUND	
9	Department buildings and facilities:	
10	Salt storage buildings and containment control	
11	systems - contract agencies	\$ 2,000,000
12	Salt storage buildings and containment control	
13	systems - various state locations	1,100,000
14	Design and construct maintenance garage washbays -	
15	various state locations	413,300
16	Oakland County, transportation service center	
17	construction	2,800,000
18	Institutional and agency roads	750,000
19	Miscellaneous remodeling, additions, emergency	
20	maintenance	400,000
21	Cadillac, Wexford County, transportation service	
22	center construction, total project cost increased	
23	from \$1,000,000 to \$1,650,000	650,000
24	Taylor, Wayne County, transportation service center	
25	construction, total project cost increased from	
26	\$1,800,000 \$2,550,000; state trunkline fund share	
27	is increased from \$1,800,000 to \$2,550,000	750,000

1	GROSS APPROPRIATION	\$ 8,863,300
2	Appropriated from:	
3	Special revenue funds:	
4	State trunkline fund	8,863,300
5	State general fund/general purpose	\$ 0
6	Sec. 109. DEPARTMENT OF TRANSPORTATION	
7	AERONAUTICS FUND: AIRPORT PROGRAMS	
8	Airport safety, protection, and improvement program	\$ 162,902,600
9	Adrian - Lenawee County airport	
10	Allegan - Padgham field	
11	Alma - Gratiot community airport	
12	Alpena - Alpena County regional airport	
13	Ann Arbor - Ann Arbor municipal airport	
14	Atlanta - Atlanta municipal airport	
15	Bad Axe - Huron County memorial airport	
16	Baraga - new airport	
17	Battle Creek - W.K. Kellogg airport	
18	Bay City - James Clements airport	
19	Bellaire - Antrim County airport	
20	Benton Harbor - Southwest Michigan regional airport	
21	Big Rapids - Roben-Hood airport	
22	Cadillac - Wexford County airport	
23	Caro - Tuscola area/Caro municipal airport	
24	Caseville - new airport	
25	Charlevoix - Charlevoix municipal airport	
26	Charlotte - Fitch H. Beach airport	
27	Cheboygan - Cheboygan County airport	

- 1 Clare Clare municipal airport
- 2 Coldwater Branch County airport
- 3 Detroit Detroit city airport
- 4 Detroit Detroit metropolitan airport, Wayne
- 5 County airport
- 6 Detroit Willow Run airport
- 7 Dowagiac Cass County airport
- 8 Drummond Island Drummond Island airport
- 9 East Tawas East Tawas Iosco County airport
- 10 Escanaba Delta County airport
- 11 Evart Evart municipal airport
- 12 Flint Bishop international airport
- 13 Frankfort Frankfort Dow memorial airport
- 14 Fremont Fremont municipal airport
- 15 Gaylord Otsego County airport
- 16 Gladwin Gladwin Zettel memorial airport
- 17 Grand Haven Grand Haven memorial airpark
- 18 Grand Ledge Abrams municipal airport
- 19 Grand Rapids Gerald R. Ford international airport
- 20 Grayling Grayling army airfield
- 21 Greenville Greenville municipal airport
- 22 Grosse Ile Grosse Ile municipal airport
- 23 Hancock Houghton County memorial airport
- 24 Harbor Springs Harbor Springs municipal airport
- 25 Hart Shelby Oceana County airport
- 26 Hastings Hastings city/Barry County airport
- 27 Hillsdale Hillsdale municipal airport

- 1 Holland tulip city airport
- 2 Houghton Lake Roscommon County airport
- 3 Howell Livingston County airport
- 4 Ionia Ionia County airport
- 5 Iron County county airports
- 6 Iron Mountain Ford airport
- 7 Ironwood Gogebic-Iron County (Wisconsin) airport
- 8 Jackson Jackson County-Reynolds field
- 9 Kalamazoo Kalamazoo/Battle Creek international
- **10** airport
- 11 Lakeview Lakeview-Griffith field
- 12 Lansing capital city airport
- 13 Lapeer Dupont-Lapeer airport
- 14 Linden Price airport
- 15 Ludington Mason County airport
- 16 Mackinac Island Mackinac Island airport
- 17 Manistee Manistee County airport
- 18 Manistique Schoolcraft County airport
- 19 Marlette Marlette Township airport
- 20 Marquette Sawyer airport
- 21 Marshall Brooks field
- 22 Mason Mason Jewett field
- 23 Menominee Menominee-Marinette twin city airport
- 24 Midland Jack Barstow airport
- 25 Mio Oscoda County airport
- 26 Monroe Custer airport
- 27 Mt. Pleasant Mt. Pleasant municipal airport

- Munising Hanley field
- 2 Muskegon Muskegon County airport
- 3 New Hudson Oakland-Southwest airport
- 4 Newberry Luce County airport
- 5 Niles Jerry Tyler memorial airport
- 6 Ontonagon Ontonagon County airport
- 7 Oscoda Wurtsmith airport
- 8 Owosso Owosso community airport
- 9 Paradise new airport
- 10 Pellston Pellston regional airport
- 11 Plymouth Canton-Plymouth-Mettetal airport
- 12 Pointe Aux Pins Bois Blanc island airport
- 13 Pontiac Oakland County international airport
- 14 Port Huron St. Clair County international airport
- Rogers City Presque Isle County/Rogers City
- **16** airport
- 17 Romeo Romeo state airport
- 18 Saginaw Harry W. Browne airport
- 19 Saginaw MBS international airport
- 20 St. Ignace Mackinac County airport
- 21 St. James Beaver Island airport
- 22 Sandusky Sandusky city airport
- 23 Sault Ste. Marie Chippewa County international
- 24 airport
- 25 South Haven South Haven area regional airport
- 26 Sparta Sparta airport
- 27 Statewide various sites

Senate Bill No. 1081 as amended December 7, 2006

1	Sturgis - Kirsch municipal airport
2	Three Rivers - Three Rivers municipal, Dr. Haines
3	airport
4	Traverse City - cherry capital airport
5	Troy - Oakland-Troy airport
6	West Branch - West Branch community airport
7	White Cloud - White Cloud airport
8	GROSS APPROPRIATION\$ 162,902,600
9	Appropriated from:
10	Federal revenues:
11	DOT, federal aviation administration
12	Special revenue funds:
13	Local aeronautics match
14	Combined comprehensive transportation bond proceeds
15	fund - aeronautics
16	State aeronautics fund
17	State general fund/general purpose\$

18 PART 2

19 PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

20

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending under part 1 for fiscal year 2006-2007 is <<\$40,667,100.00>>. State payments to local units of government under part 1 are \$19,992,000.00. The itemized statement below identifies appropriations from which spending to local units

- 1 of government will occur: 2 CAPITAL OUTLAY 3 Department of agriculture - farmland and open space 4 preservation\$ 1,250,000 5 Department of natural resources - waterways..... 3,742,000 6 Department of transportation - buildings and facilities 7 2,000,000 Department of transportation - airport safety, 8 protection, and improvement program 9 13,000,000 10 TOTAL....\$ 19,992,000 11 Sec. 202. The appropriations made and the expenditures 12 authorized under this part and the departments, agencies, 13 commissions, boards, offices, and programs for which an 14 appropriation is made under part 1 are subject to the management 15 and budget act, 1984 PA 431, MCL 18.1101 to 18.1594. 16 Sec. 203. If it appears to the principal executive officer of 17 a department or branch that state spending to local units of 18 government will be less than the amount that was projected to be 19 expended under this act, the principal executive officer shall 20 immediately give notice of the approximate shortfall to the state 21 budget director.
- Sec. 204. As used in this act:
- 23 (a) "ADA" means the Americans with disabilities act.
- 24 (b) "Board" means the state administrative board.
- 25 (c) "Community college" does not include a state agency or
- 26 university.
- 27 (d) "Department" means the department of management and

- 1 budget.
- 2 (e) "Director" means the director of the department of
- 3 management and budget.
- 4 (f) "DAG" means the United States department of agriculture.

- 5 (g) "DOD" means the United States department of defense.
- 6 (h) "DOI" means the United States department of interior.
- 7 (i) "DOT" means the United States department of
- 8 transportation.
- 9 (j) "Fiscal agencies" means the senate fiscal agency and the
- 10 house fiscal agency.
- 11 (k) "ICF/MR" means intermediate care facilities for the
- mentally retarded.
- (l) "IDG" means interdepartmental grant.
- 14 (m) "JCOS" means the joint capital outlay subcommittee of the
- 15 appropriations committees.
- 16 (n) "Self-liquidating project" means a project constructed by
- 17 a community college or university with money raised through the use
- 18 of a debt instrument or other fund sources including, but not
- 19 limited to, gifts, grants, federal funds, or institutional sources,
- 20 that is expected to generate revenues to amortize the loan. A self-
- 21 liquidating project may or may not be a self-supporting project.
- 22 Examples of a self-liquidating project include dormitories, parking
- 23 facilities, and stadia.
- 24 (o) "Self-supporting project" means a project of a community
- 25 college or university that will house a function or activity from
- 26 which revenue is generated that will cover all the direct and
- 27 indirect operating costs of the project without the additional

- 1 transfer of any other general fund money of the community college
- 2 or university.
- 3 (p) "State agency" means an agency of state government. State
- 4 agency does not include a community college or university.
- 5 (q) "State building authority" means the authority created
- 6 under 1964 PA 183, MCL 830.411 to 830.425.
- 7 (r) "University" means a 4-year university supported by the
- 8 state. University does not include a community college or a state
- 9 agency.
- 10 (s) "Utility system" means a utility supply or distribution
- 11 system, or a combination utility supply and distribution system.
- 12 Sec. 205. Funds appropriated in part 1 shall not be used for
- 13 the purchase of foreign goods or services, or both, if
- 14 competitively priced and of comparable quality American goods,
- 15 services, or both, are available. Preference should be given to
- 16 goods or services, or both, manufactured or provided by Michigan
- 17 businesses if they are competitively priced and of comparable
- 18 quality.
- 19 Sec. 206. Unless otherwise specified, departments and agencies
- 20 receiving appropriations in part 1 shall use the Internet to
- 21 fulfill the reporting requirements of this act. This requirement
- 22 may include transmission of reports via electronic mail to the
- 23 recipients identified for each reporting requirement or it may
- 24 include placement of reports on an Internet or Intranet site.

25 DEPARTMENT OF AGRICULTURE

26 Sec. 301. Of the amounts appropriated in part 1 for farmland

- 1 and open space development acquisition, the funds shall be used for
- 2 the purchase of development rights and the awarding of grants by
- 3 the agriculture preservation fund board under the natural resources
- 4 and environmental protection act, 1994 PA 451, MCL 324.101 to
- **5** 324.90106.

DEPARTMENT OF CORRECTIONS

- 7 Sec. 401. A maximum security prison that is constructed or
- 8 completed after October 1, 1986 shall have operating staffed
- 9 watchtowers equipped with the weaponry, lighting, sighting, and
- 10 communications devices necessary for effective execution of its
- 11 function. The watchtowers shall be constructed pursuant to the
- 12 American correctional association standards for watchtowers.
- Sec. 402. (1) An appropriation and authorization contained in
- 14 this act or a previous appropriations act for the construction of a
- 15 new correctional facility, including a correctional camp, for which
- 16 a specific site was not identified with the appropriation shall not
- 17 be expended until approved by JCOS.
- 18 (2) For the purposes of this section, "site" means a city,
- 19 village, township, or county in which a correctional facility may
- 20 be located.

21 CAPITAL OUTLAY PROCESSES, PROCEDURES, AND REPORTS

- 22 Sec. 501. Each capital outlay project authorized in this act
- 23 or any previous capital outlay act shall comply with the procedures
- 24 required by the management and budget act, 1984 PA 431, MCL 18.1101
- 25 to 18.1594.

1 Sec. 502. A statement of a proposed facility's operating cost

- 2 shall be included with the facility's program statement and
- 3 planning documents when the plans are presented to JCOS for
- 4 approval.
- 5 Sec. 503. (1) Before proceeding with final planning and
- 6 construction for projects at community colleges and universities
- 7 included in an appropriations bill, the community college or
- 8 university shall sign an agreement with the department that
- 9 includes the following provisions:
- 10 (a) The university or community college agrees to construct
- 11 the project within the total authorized cost established by the
- 12 legislature pursuant to the management and budget act, 1984 PA 431,
- 13 MCL 18.1101 to 18.1594, and an appropriations act.
- 14 (b) The design and program scope of the project shall not
- 15 deviate from the design and program scope represented in the
- 16 program statement and preliminary planning documents approved by
- 17 the department.
- 18 (c) Any other items as identified by the department that are
- 19 necessary to complete the project.
- 20 (2) The department retains the authority and responsibility
- 21 normally associated with the prudent maintenance of the public's
- 22 financial and policy interests relative to the state-financed
- 23 construction projects managed by a community college or university.
- 24 Sec. 504. (1) The department shall provide JCOS and the fiscal
- 25 agencies with reports as considered necessary relative to the
- 26 status of each planning or construction project financed by the
- 27 state building authority, by this act, or by previous acts.

1 (2) Before the end of each fiscal year, the department shall

- 2 report to JCOS and the fiscal agencies for each capital outlay
- 3 project other than lump sums all of the following:
- 4 (a) The account number and name of each construction project.
- 5 (b) The balance remaining in each account.
- 6 (c) The date of the last expenditure from the account.
- 7 (d) The anticipated date of occupancy if the project is under
- 8 construction.
- 9 (e) The appropriations history for the project.
- 10 (f) The professional service contractor.
- 11 (g) The amount of a project financed with federal funds.
- 12 (h) The amount of a project financed through the state
- 13 building authority.
- (i) The total authorized cost for the project and the state
- 15 authorized share if different than the total.
- 16 (3) Before the end of each fiscal year, the department shall
- 17 report the following for each project by a state agency,
- 18 university, or community college that is authorized for planning
- 19 but is not yet authorized for construction:
- (a) The name of the project and account number.
- 21 (b) Whether a program statement is approved.
- (c) Whether schematics are approved by the department.
- 23 (d) Whether preliminary plans are approved by the department.
- (e) The name of the professional service contractor.
- 25 (4) As used in this section, "project" includes appropriation
- 26 line items made for purchase of real estate.
- 27 Sec. 505. (1) If a capital outlay appropriation is contained

- 1 in a public act that was not reviewed by JCOS during the
- 2 legislative process, the director shall notify JCOS of an
- 3 expenditure of that capital outlay appropriation not less than 60

- 4 days before the expenditure.
- 5 (2) For the purposes of this section, "capital outlay
- 6 appropriation" means an appropriation that provides for the
- 7 construction, renovation, or repair of a capital facility or
- 8 acquisition or development of land and that is normally reviewed by
- 9 JCOS.
- 10 Sec. 506. A state agency, college, or university shall take
- 11 steps necessary to make available federal and other money indicated
- 12 in this act, to make available federal or other money that may
- 13 become available for the purposes for which appropriations are made
- 14 in this act, and to use any part or all of the appropriations to
- 15 meet matching requirements that are considered to be in the best
- 16 interest of this state. However, the purpose, scope, and total
- 17 estimated cost of a project shall not be altered to meet the
- 18 matching requirements.
- 19 Sec. 507. (1) Before money is released for the construction or
- 20 lease of a capital outlay project costing over \$1,000,000.00, at
- 21 the request of JCOS the department shall submit to JCOS, with
- 22 preliminary planning documents, a detailed comparative cost
- 23 analysis. The cost analysis shall include a comparison of the
- 24 financial and other benefits of construction, financing, operation,
- 25 and maintenance of the proposed facility between all of the
- 26 following:
- 27 (a) The state.

- 1 (b) The private sector.
- 2 (c) A combination of the state and the private sector.
- 3 (d) A lease agreement.
- 4 (2) If the department's recommendation for financing is
- 5 inconsistent with the findings of the comparative cost analysis,
- 6 the department shall present written documentation to JCOS
- 7 outlining the rationale for the recommendation.
- 8 (3) For purposes of this section, "capital outlay project"
- 9 means a construction project or lease requiring JCOS approval
- 10 including, but not limited to, a general office facility, special
- 11 use facility, warehouse, institutional facility, or utility system
- 12 designed for use by a state agency or university. Capital outlay
- 13 project does not include a special maintenance and remodeling
- 14 project, grant-in-aid project, prison facility, legislative
- 15 facility, judicial facility, community college facility, or self-
- 16 liquidating project constructed by a university.
- 17 Sec. 508. Pursuant to section 242(2) of the management and
- 18 budget act, 1984 PA 431, MCL 18.1242, the department shall submit
- 19 5-year capital outlay plans and capital outlay priority requests
- 20 developed by state agencies (and as approved by the department of
- 21 management and budget), universities, and community colleges to the
- 22 chairperson and ranking vice-chairperson of JCOS and the fiscal
- 23 agencies upon the release of the executive budget recommendation.

24 USE AND FINANCE STATEMENTS

- 25 Sec. 601. (1) Except as otherwise provided in subsection (3),
- 26 a university shall not enter into a contract for new construction

- 1 of a self-funded project estimated to cost more than \$3,000,000.00
- 2 unless the project is authorized by JCOS through approval of a use
- 3 and finance statement defined by a policy adopted by JCOS. The
- 4 request for authorization shall be initially submitted for review
- 5 to JCOS, the senate and house fiscal agencies, and the department.
- 6 The use and finance statement for a non-state-funded project shall
- 7 contain the estimated total construction cost and all associated
- 8 estimated operating costs, including a statement of anticipated
- 9 project revenues. As used in this subsection, "new construction"
- 10 includes land or property acquisition, remodeling and additions,
- 11 maintenance projects, roads, landscaping, equipment,
- 12 telecommunications, utilities, and parking lots and structures.
- 13 Certificate of need forms may be submitted in lieu of a use and
- 14 finance form where applicable.
- 15 (2) Except as otherwise provided in subsection (3), a
- 16 community college shall not enter into a contract for new
- 17 construction of a self-funded project estimated to cost more than
- 18 \$2,000,000.00 unless the project is authorized by JCOS through
- 19 approval of a use and finance statement defined by a policy adopted
- 20 by JCOS. The request for legislative authorization shall be
- 21 initially submitted for review to JCOS, the senate and house fiscal
- 22 agencies, and the department. The use and finance statement for a
- 23 non-state-funded project shall contain the estimated total
- 24 construction cost and all associated estimated operating costs,
- 25 including a statement of anticipated project revenues. As used in
- 26 this subsection, "new construction" includes land or property
- 27 acquisition, remodeling and additions, maintenance projects, roads,

1 landscaping, equipment, telecommunications, utilities, and parking

- 2 lots and structures. Certificate of need forms may be submitted in
- 3 lieu of a use and finance form where applicable.
- 4 (3) The University of Michigan Hospital and Health Center is
- 5 not required to obtain JCOS authorization through approval of a use
- 6 and finance statement defined by a policy adopted by JCOS.
- 7 (4) If health or safety concerns warrant, a project may be
- 8 completed without prior approval of a use and finance statement
- 9 defined by a policy adopted by JCOS. However, a university or
- 10 community college shall submit a use and finance statement as soon
- 11 as possible after the project is completed and the health or safety
- 12 concerns have abated.
- 13 (5) A project that is constructed in violation of this section
- 14 shall not receive state appropriations for purposes of operating
- 15 the project or for support for future infrastructure enhancements
- 16 that are necessitated, in whole or in part, by construction of the
- 17 project. In addition, a project constructed in violation of this
- 18 section shall result in the loss of any state capital outlay
- 19 funding for the institution for 2 years and a prohibition of doing
- 20 self-funded projects of any kind, except for emergencies where
- 21 health or safety concerns warrant, for 1 year.
- 22 (6) A state agency, including the department of military
- 23 affairs, shall not enter into a contract, including those for a
- 24 direct federally-funded capital outlay construction or major
- 25 maintenance or remodeling project if the total project is estimated
- 26 to cost more than \$1,000,000.00 and is to be constructed on state-
- 27 owned lands unless the project is approved by the department and

- 1 JCOS through approval of a use and finance statement defined by a
- policy adopted by JCOS, unless the project is otherwise
- 3 appropriated in a capital outlay appropriations bill. For projects
- 4 not appropriated in a capital outlay appropriations bill that are
- 5 over \$1,000,000.00, the state agency shall submit a use and finance
- 6 statement defined by a policy adopted by JCOS. As used in this
- 7 subsection, "direct federally-funded" refers to a project for which
- 8 federal payments are made directly to the construction vendor and
- 9 not to the state of Michigan.
- 10 (7) A public body corporate created under section 28 of
- 11 article VII of the state constitution of 1963 and the urban
- 12 cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to
- 13 124.512, by a contractual interlocal agreement between local
- 14 participating economic development corporations formed under the
- 15 economic development corporations act, 1974 PA 338, MCL 125.1601 to
- 16 125.1636, and the Michigan strategic fund shall not enter into a
- 17 contract for new construction estimated to cost more than
- 18 \$1,000,000.00 unless the project is authorized by JCOS through the
- 19 approval of a use and finance statement defined by a policy adopted
- 20 by JCOS. For purposes of this subsection, the use and finance
- 21 statement for a project shall contain the estimated total
- 22 construction cost and all associated estimated operating costs. As
- 23 used in this subsection, "new construction" means land or property
- 24 acquisition, remodeling or additions, lease or lease purchase, and
- 25 maintenance projects for the corporate office of the public body
- 26 corporate described in this subsection.

LUMP SUMS AND SPECIAL MAINTENANCE

- 2 Sec. 701. (1) The director shall allocate lump-sum
- 3 appropriations made in this act for remodeling and addition,
- 4 special maintenance, major special maintenance, energy
- 5 conservation, demolition, ICF/MR, air-conditioning, and fire
- 6 protection projects. The director shall allocate other lump sums in

26

- 7 order of program priority and need of the various state agencies or
- 8 as otherwise based on actual building inspection reports by
- 9 regulatory agencies.

- 10 (2) The state budget director may authorize that funds
- 11 appropriated for lump-sum special maintenance shall be available
- 12 for no more than 2 fiscal years following the fiscal year in which
- 13 the original appropriation was made. Any remaining balance from
- 14 allocations made in this section shall lapse to the fund from which
- 15 it was appropriated pursuant to the lapsing of funds as provided in
- 16 the management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.
- 17 (3) Before the end of each fiscal year, the department shall
- 18 submit a report to JCOS and the fiscal agencies indicating the
- 19 total cost and status of all lump-sum projects funded under this
- 20 act and any previous act that have been designated as proposed,
- 21 designed, bid, under construction, or completed within the current
- 22 fiscal year.
- 23 Sec. 702. (1) A state agency shall provide notification to
- 24 JCOS prior to commencing a demolition project not authorized by
- 25 law. The demolition project may be disapproved by JCOS within 30
- 26 days after the date of notification, and if disapproved within that
- 27 time, the demolition project shall not be authorized. The

- 1 notification to JCOS shall identify the building or facility to be
- 2 demolished and its location, the estimated cost of the demolition
- 3 project, estimated project schedule, and the source of financing.
- 4 (2) The 30-day disapproval period does not apply to any
- 5 notifications submitted during a period when the legislature will
- 6 not be in session for 15 days or more. In these situations, the 30-
- 7 day disapproval period begins on the first scheduled session day.
- 8 Sec. 703. Pursuant to department policy, state agencies may
- 9 expend not more than \$600,000.00 from their operating budget for
- 10 special maintenance, remodeling, additions, or other capital outlay
- 11 purposes, unless specifically authorized by the legislature, for
- 12 those purposes.
- Sec. 705. Any unexpended and unreserved state general
- 14 fund/general purpose remaining in accounts appropriated in sections
- 15 103 and 104 of 2002 PA 518 for major special maintenance and
- 16 remodeling for the departments of community health, corrections,
- 17 human services, management and budget, military affairs, and state
- 18 police is hereby reappropriated for the fiscal year ending
- 19 September 30, 2007 for maintenance and remodeling projects for the
- 20 department of corrections.

21 COLLEGES AND UNIVERSITIES

- 22 Sec. 801. (1) This section applies only to projects for
- 23 community colleges.
- 24 (2) State support is directed towards the remodeling and
- 25 additions, special maintenance, or construction of certain
- 26 community college buildings. The community college shall obtain or

1 provide for site acquisition and initial main utility installation

- 2 to operate the facility. Funding shall be comprised of local and
- 3 state shares, and the state share shall include 50% of any federal
- 4 money awarded for projects appropriated in this act. Not more than
- 5 50% of a capital outlay project, not including a lump-sum special
- 6 maintenance project or remodeling and addition project, for a
- 7 community college shall be appropriated from state and federal
- 8 funds, unless otherwise appropriated by the legislature.
- 9 (3) An expenditure under this act is authorized when the
- 10 release of the appropriation is approved by the board upon the
- 11 recommendation of the director. The director may recommend to the
- 12 board the release of any appropriation in part 1 only after the
- 13 director is assured that the legal entity operating the community
- 14 college to which the appropriation is made has complied with this
- 15 act and has matched the amounts appropriated as required by this
- 16 act. A release of funds in part 1 shall not exceed 50% of the total
- 17 cost of planning and construction of any project, not including
- 18 lump-sum remodeling and additions and special maintenance, unless
- 19 otherwise appropriated by the legislature. Further planning and
- 20 construction of a project authorized by this act or applicable
- 21 sections of the management and budget act, 1984 PA 431, MCL 18.1101
- 22 to 18.1594, shall be in accordance with the purpose and scope as
- 23 defined and delineated in the approved program statements and
- 24 planning documents. This act is applicable to all projects for
- 25 which planning appropriations were made in previous acts.
- 26 (4) The community college shall take the steps necessary to
- 27 secure available federal construction and equipment money for

1 projects funded for construction in this act if an application was

- 2 not previously made. If there is a reasonable expectation that a
- 3 prior year unfunded application may receive federal money in a
- 4 subsequent year, the college shall take whatever action necessary
- 5 to keep the application active. If federal money is received, the
- 6 state share shall be adjusted accordingly as provided by this act.
- 7 Sec. 802. If matching revenues are received in an amount less
- 8 than the appropriations contained in this act, the state funds of
- 9 the appropriation shall be reduced in proportion to the amount of
- 10 matching revenue received.
- 11 Sec. 803. (1) The director may require that community colleges
- 12 and universities that have an authorized project listed in part 1
- 13 submit documentation regarding the project match and governing
- 14 board approval of the authorized project not more than 60 days
- 15 after the beginning of the fiscal year.
- 16 (2) If the documentation required by the director under
- 17 subsection (1) is not submitted, or does not adequately
- 18 authenticate the availability of the project match or board
- 19 approval of the authorized project, the authorization may
- 20 terminate. The authorization terminates 30 days after the director
- 21 notifies JCOS of the intent to terminate the project unless JCOS
- 22 convenes to extend the authorization.
- 23 Sec. 808. The total project cost for the Wayne State
- 24 University engineering development center authorized for
- 25 construction in 2006 PA 345 remains \$27,350,000.00. The state
- 26 building authority share is increased from \$12,350,000.00 to
- 27 \$14,999,800.00, the state general fund/general purpose share

Senate Bill No. 1081 as amended December 7, 2006

- 1 remains \$200.00, and the university share is increased from

\$2,999,800.00 to \$3,749,800.00, the college share is reduced from \$4,500,000.00 to \$3,750,000.00, and the state general fund share remains \$200.00.>>

3 DEPARTMENT OF MANAGEMENT AND BUDGET

- 4 Sec. 901. (1) The department shall provide JCOS and the fiscal
- 5 agencies a report, not more than 15 days after the reporting date,
- 6 of privately owned leased space by state agencies, by March 31 and
- 7 September 30 of each year, consisting of the following:
- 8 (a) Department.
- 9 (b) Agency division and leased number.
- 10 (c) Building location (address and city).
- 11 (d) Type of building.
- 12 (e) County.
- 13 (f) Name and address of lessor.
- 14 (g) Square footage and net square footage rate.
- 15 (h) Monthly and annual cost.
- 16 (i) Date lease started and expires.
- 17 (j) Options and services.
- 18 (k) Total monthly and annual cost for all leases.
- 19 (2) The lease report shall be summarized for office space,
- 20 group homes, and other space for the Lansing area and statewide,
- 21 excepting the Lansing area.

22 DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

- 23 Sec. 1001. The appropriations in part 1 for department of
- 24 military and veterans affairs design and construction projects are
- 25 contingent upon the availability of federal and state restricted S05793'06 (S-4) FDD

1 funds for financing.

2 DEPARTMENT OF NATURAL RESOURCES

- 3 Sec. 1101. The appropriation made in this act for the harbors
- 4 and docks program is for the purpose of participating with the
- 5 federal government and assisting political entities and
- 6 subdivisions of this state in the construction and improvement of
- 7 recreational boating facilities within this state. Subject to the
- 8 approval of the board, this money shall be allocated by the
- 9 department of natural resources to the federal government, or to
- 10 the political entities or local units of government involved in the
- 11 particular projects. An allocation shall not exceed the state
- 12 portion as listed with each project description. The department of
- 13 natural resources shall take the steps necessary to match federal
- 14 money available for the construction and improvement of
- 15 recreational boating facilities within this state, and to meet
- 16 requirements of the federal government.
- 17 Sec. 1102. Before the end of each fiscal year, the department
- 18 of natural resources shall report each year to JCOS the status of
- 19 each project that received an appropriation in any capital outlay
- 20 act, if the project is either not completed or has a balance
- 21 remaining in its account. The report shall be in the same form and
- 22 contain the information as required under section 504. The report
- 23 shall be separated into the following areas, by fund sources:
- 24 (a) Waterways projects.
- (b) Urban recreation projects.
- 26 (c) State park projects.

- 1 (d) Wildlife and fisheries projects.
- 2 (e) Other projects.
- 3 Sec. 1104. The department of natural resources shall transfer
- 4 all revenues and unreserved receipts in the harbor development fund
- 5 to the state waterways fund for the purposes appropriated in part 1
- 6 of this act.

STATE TRANSPORTATION DEPARTMENT

- 8 Sec. 1201. (1) From federal-state-local project appropriations
- 9 contained in part 1 for the purpose of assisting political entities
- 10 and subdivisions of this state in the construction and improvement
- 11 of publicly used airports and landing fields within this state, the
- 12 state transportation department may permit the award of contracts
- 13 on behalf of units of local government for the authorized locations
- 14 not to exceed the indicated amounts, of which the state allocated
- 15 portion shall not exceed the amount appropriated in part 1.
- 16 (2) Political entities and subdivisions shall provide not less
- 17 than 2.5% of the cost of any project under this section, unless a
- 18 total nonfederal share greater than 5% is otherwise specified in
- 19 federal law. State money shall not be allocated until local money
- 20 is allocated. State money for any 1 project shall not exceed 1/3 of
- 21 the total appropriation in part 1 from state funds for airport
- 22 improvement programs.
- 23 (3) The Michigan aeronautics commission may take those steps
- 24 necessary to match federal money available for airport construction
- 25 and improvement within this state, and to meet the matching
- 26 requirements of the federal government. Whether acting alone or

1 jointly with another political subdivision or public agency or with

- 2 this state, a political subdivision or public agency of this state
- 3 shall not submit to any agency of the federal government a project
- 4 application for airport planning or development unless it is
- 5 authorized in this act and the project application is approved by
- 6 the governing body of each political subdivision or public agency
- 7 making the application, and by the Michigan aeronautics commission.
- 8 Sec. 1202. Before the end of each fiscal year, the state
- 9 transportation department shall report to JCOS the status of
- 10 projects funded in part 1 with the estimated dollars allocated for
- 11 each project. If there has to be a delay in reporting, the state
- 12 transportation department shall notify JCOS in writing of the date
- 13 the report will be received.
- 14 Sec. 1203. (1) A planning project or construction project
- 15 appropriated for the airport program shall be made available for no
- 16 more than 2 fiscal years following the fiscal year in which the
- 17 original appropriation was made.
- 18 (2) Any remaining balance from allocations made in this
- 19 section shall lapse to the fund from which it was appropriated
- 20 pursuant to the lapsing of funds as provided in the management and
- 21 budget act, 1984 PA 431, MCL 18.1101 to 18.1594.
- Sec. 1204. From the appropriations contained in part 1 for
- 23 airport improvement programs, no funds shall be allocated for any
- 24 runway extensions, taxiway extensions, or apron extensions at the
- 25 Detroit-Willow Run airport. Further, it is the intent of the
- 26 legislature that no state funds shall be expended to improve or
- 27 repair the airport where the purpose of the improvement or repair

- 1 is to expand the usage of the airport including, but not limited
- 2 to, anything approximating a tradeport as that term is defined in
- 3 the former international tradeport development authority act,
- 4 former 1994 PA 325.
- 5 Sec. 1205. (1) Notwithstanding any other provision of law, the
- 6 state transportation department shall not, directly or indirectly,
- 7 expend any funds appropriated in 2006 PA 345, 2005 PA 158, or 2004
- 8 PA 361 to continue the Detroit River international crossing study
- 9 project nor further participate in any manner whatsoever with the
- 10 border transportation partnership.
- 11 (2) Within 10 days of the effective date of this act, the
- 12 department shall submit a report to the senate and house of
- 13 representatives appropriations subcommittees on transportation and
- 14 to the state transportation commission that identifies the source
- 15 and use of all funds attributable to or expended in furtherance of
- 16 the Detroit River international crossing study or the border
- 17 transportation partnership. The report shall include copies of all
- 18 contracts, agreements, and expenses associated with the project
- 19 from October 1, 2003 to December 31, 2006.

MISCELLANEOUS

- 21 Sec. 1301. (1) Revenue collected from licenses issued under
- 22 the antenna site management project shall be deposited into the
- 23 antenna site management revolving fund created for this purpose in
- 24 the department of information technology. The department may
- 25 receive and expend funds from the fund for costs associated with
- 26 the antenna site management project, including the cost of the

- 1 third-party site manager. Any excess revenue remaining in the fund
- 2 at the close of the fiscal year shall be proportionately
- 3 transferred to the appropriate state restricted funds as designated
- 4 in statute or by constitution.
- 5 (2) An antenna shall not be sited pursuant to this section
- 6 without prior compliance with the respective local zoning codes and
- 7 local unit of government processes.
- 8 Sec. 1302. (1) A site preparation economic development fund is
- 9 hereby created in the department of management and budget. As used
- 10 in this section, "economic development sites" means those state-
- 11 owned sites declared as surplus property pursuant to section 251 of
- 12 the management and budget act, 1984 PA 431, MCL 18.1251, that would
- 13 provide economic benefit to the area or to the state. The Michigan
- 14 economic development corporation board and the state budget
- 15 director shall determine whether or not a specific state-owned site
- 16 qualifies for inclusion in the fund created under this subsection.
- 17 (2) Proceeds from the sale of any sites designated in
- 18 subsection (1) shall be deposited into the fund created in
- 19 subsection (1) and shall be available for site preparation
- 20 expenditures, unless otherwise provided by law. The economic
- 21 development sites authorized in subsection (1) are hereby
- 22 authorized for sale consistent with state law. Expenditures from
- 23 the fund are hereby authorized for site preparation activities that
- 24 enhance the marketable sale value of the sites. Site preparation
- 25 activities include, but are not limited to, demolition,
- 26 environmental studies and abatement, utility enhancement, and site
- 27 excavation.

Senate Bill No. 1081 as amended December 7, 2006

36

1 (3) A cash advance in an amount of not more than 2 \$25,000,000.00 is hereby authorized from the general fund to the 3 site preparation economic development fund. 4 (4) An annual report shall be transmitted to the senate and house of representatives appropriations committees not later than 5 December 31 of each year. This report shall detail both of the 6 7 following: (a) The revenue and expenditure activity in the fund for the 8 preceding fiscal year. 9 10 (b) The sites identified as economic development sites under 11 subsection (1). 12 << 13 14 15 16 17 18 19 20 21 >> 22 Sec. 1304. It is the intent of the legislature to authorize 23 regional economic development projects that promote job creation and increased economic activity. All projects must be submitted to 24 25 the department of management and budget for review and subsequent 26 approval by the senate and house of representatives standing

committees on appropriations. It is the intent of the legislature

- 1 to fund these projects through the state building authority with
- 2 the state share not to exceed 75% of the individual project costs.
- 3 The total state building authority share for all projects shall not
- 4 exceed \$50,000,000.00.
- 5 Sec. 1305. For fiscal year 2006-2007 only, \$200,000.00 is
- 6 appropriated and transferred from the Mackinac Island State Park
- 7 operations fees fund to the Mackinac Island State Park commission,
- 8 historic projects division, revenue bond fund for infrastructure
- 9 improvements.