

# HOUSE BILL No. 6463

September 12, 2006, Introduced by Reps. Kolb, Zelenko and Tobocman and referred to the Committee on Government Operations.

A bill to amend 1984 PA 431, entitled  
"The management and budget act,"  
by amending section 263 (MCL 18.1263), as amended by 2004 PA 589.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 263. (1) The director may authorize a state agency to  
2 purchase supplies and materials for the purpose of maintaining  
3 inventories. The director shall place a dollar or quantity  
4 limitation to insure inventories are maintained at acceptable  
5 levels. Appropriation accounts shall be charged upon the basis of  
6 actual usage. Any state agency so authorized shall conduct periodic  
7 inventories as directed by the director of all supplies and  
8 materials under their control. Obsolete, damaged, or spoiled

1 supplies and materials shall be charged to the proper appropriation  
2 account during the fiscal year it is determined that obsolescence,  
3 damage, or spoilage has occurred.

4 (2) The department shall provide assistance to any city,  
5 village, county, township, school district, intermediate school  
6 district, nonprofit hospital, institution of higher education, or  
7 community or junior college for purchasing services on a fee basis.  
8 Fees collected for the provision of that assistance are  
9 appropriated for the additional expenses incurred.

10 (3) The department shall create and operate a cooperative bulk  
11 purchasing program for school districts, public school academies,  
12 nonpublic schools, and intermediate school districts on a fee basis  
13 to reduce the costs of purchasing goods and services. Fees  
14 collected under this subsection shall not exceed the cost of  
15 purchasing goods and services and reasonable administrative  
16 expenses, and are appropriated for the expenses incurred.

17 (4) THE DEPARTMENT IN CONJUNCTION WITH THE DEPARTMENT OF  
18 CONSUMER AND INDUSTRY SERVICES AND THE DEPARTMENT OF ENVIRONMENTAL  
19 QUALITY SHALL CREATE AND OPERATE THE MICHIGAN LAWN CARE EQUIPMENT  
20 BULK PURCHASING DISCOUNT PROGRAM FOR BUSINESSES LOCATED IN THIS  
21 STATE ON A FEE BASIS TO REDUCE THE COSTS OF PURCHASING LOW-EMISSION  
22 LAWN CARE EQUIPMENT. THE PROGRAM SHALL PROVIDE THAT THE DEPARTMENT  
23 WILL SELL DISCOUNTED LOW-EMISSION LAWN CARE EQUIPMENT TO BUSINESSES  
24 LOCATED IN THIS STATE THAT VOLUNTARILY TRADE IN INEFFICIENT 2-  
25 STROKE ENGINE-POWERED LAWN CARE EQUIPMENT. THE DEPARTMENT SHALL  
26 NEGOTIATE WITH LAWN EQUIPMENT PROVIDERS AND MANUFACTURERS AND  
27 OTHERS TO OBTAIN LOW-EMISSION LAWN CARE EQUIPMENT AT REDUCED PRICES

1 AND FOR THE DISPOSAL AND RECYCLING OF THE USED LAWN CARE EQUIPMENT  
2 THAT IS RECEIVED BY THE DEPARTMENT. FEES COLLECTED UNDER THIS  
3 SUBSECTION SHALL NOT EXCEED THE COST OF PURCHASING SERVICES AND  
4 REASONABLE ADMINISTRATIVE EXPENSES AND ARE APPROPRIATED FOR THE  
5 EXPENSES INCURRED.