Act No. 213
Public Acts of 2005
Approved by the Governor
November 21, 2005

Filed with the Secretary of State November 21, 2005

EFFECTIVE DATE: November 21, 2005

## STATE OF MICHIGAN 93RD LEGISLATURE REGULAR SESSION OF 2005

Introduced by Senators Garcia, Hardiman and George

## ENROLLED SENATE BILL No. 359

AN ACT to amend 1984 PA 270, entitled "An act relating to the economic development of this state; to create the Michigan strategic fund and to prescribe its powers and duties; to transfer and provide for the acquisition and succession to the rights, properties, obligations, and duties of the job development authority and the Michigan economic development authority to the Michigan strategic fund; to provide for the expenditure of proceeds in certain funds to which the Michigan strategic fund succeeds in ownership; to provide for the issuance of, and terms and conditions for, notes and bonds of the Michigan strategic fund; to exempt the property, income, and operation of the fund and its bonds and notes, and the interest thereon, from certain taxes; to provide for the creation of certain centers within and for the purposes of the Michigan strategic fund; to provide for the creation and funding of certain accounts for certain purposes; to impose certain powers and duties upon certain officials, departments, and authorities of the state; to provide penalties; and to repeal certain acts and parts of acts," (MCL 125.2001 to 125.2093) by adding section 88p.

## The People of the State of Michigan enact:

Sec. 88p. (1) The fund shall establish a Michigan life sciences pipeline to promote the development of businesses in this state engaged in providing goods and services related to the development and commercialization of life sciences. The pipeline shall begin operations not later than June 1, 2006. The pipeline shall do all of the following:

- (a) Recruit Michigan-based businesses involved in life sciences research and commercialization and related goods and services to affiliate themselves with the pipeline as members.
- (b) Market the services of the pipeline, its members, and life sciences research and commercialization in Michigan to develop and increase the amount of business activity for members of the pipeline.
- (c) Otherwise assist members of the pipeline in developing life sciences research and commercialization activities in this state.
  - (d) Maintain and make available a list of members of the pipeline and services provided by members of the pipeline.
- (e) At the discretion of the pipeline, charge members of the pipeline a reasonable fee based on the services provided by the pipeline.
- (2) The fund shall encourage a recipient of expenditures under this chapter engaged in the development or commercialization of life sciences in this state to utilize goods or services provided by a member or members of the pipeline.
- (3) When making awards under the commercialization, research, and development program established by the commercialization board under section 88k to recipients engaged in the development or commercialization of life sciences in this state, the commercialization board shall provide additional weighting to an applicant that demonstrates a commitment to utilize or collaborate with a member or members of the pipeline when procuring goods or services, if the goods or services are reasonably available from a member or members of the pipeline.

- (4) The fund shall select a person or entity to operate the pipeline by issuing a request for proposals. The person or entity selected to operate the pipeline shall demonstrate to the fund the proven ability to do all the following:
  - (a) Coordinate commercialization of life sciences research initiatives.
  - (b) Assist life sciences start-up companies.
  - (c) Market life sciences related activities and capabilities.
  - (d) Coordinate or operate programs that have a history of ongoing independent peer review.
  - (e) Have regulatory experience necessary for commercial approval of pharmaceutical and medical devices.
  - (f) Develop and implement a plan for operating the pipeline.
- (5) The fund shall enter into a contract with a duration of not less than 4 years with the person or entity selected to operate the pipeline.
- (6) Not later than 5 years after the effective date of the amendatory act that added this section, the person or entity selected to operate the pipeline shall report to the governor, the clerk of the house of representatives, the secretary of the senate, and the chairpersons of the house of representatives and senate standing committees on appropriations on the effectiveness of the pipeline in developing life sciences research and commercialization activities in this state.
  - (7) As used in this section, "pipeline" means the Michigan life sciences pipeline established in this section.

Enacting section 1. This amendatory act does not take effect unless all of the following bills of the 93rd Legislature are enacted into law:

- (a) Senate Bill No. 533.
- (b) House Bill No. 5047.
- (c) House Bill No. 5048.
- (d) House Bill No. 5109.

This act is ordered to take immediate effect.

	Carol Morey Viventi
	Secretary of the Senate
	Clerk of the House of Representatives
Approved	
Governor	