

**SUBSTITUTE FOR
HOUSE BILL NO. 6150**

A bill to create the Michigan supply chain management development commission; to prescribe the powers and duties of the commission; and to provide for certain regulations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 1. This act shall be known and may be cited as the
2 "Michigan supply chain management development commission act".

3 Sec. 2. As used in this act:

4 (a) "Commission" means the Michigan supply chain management
5 development commission created under section 3.

6 (b) "Supply chain management" means an integrated approach to
7 planning, implementing, and controlling the flow of information,
8 materials, and services from raw materials to the distribution of
9 the finished product to the end customer. Supply chain management
10 includes the process of collaborating horizontally among suppliers,

1 retailers, and customers to create value. Supply chain management
2 also includes manufacturing, technology, distribution, warehousing,
3 marketing, logistics, all modes of transportation, and focuses on
4 eliminating points of friction at borders, the adoption of
5 efficiencies, and improving global collaboration.

6 Sec. 3. (1) The Michigan supply chain management development
7 commission is created within the department of treasury.

8 (2) The commission shall create a road map for attracting,
9 supporting, marketing, and growing the international trade, supply
10 chain, and logistics industries by advising on the development and
11 coordination of state transportation and economic development
12 policies. Based upon an inventory of industry needs and state
13 strengths and an economic multiplier impact analysis, the
14 commission shall study and design programs to provide incentives
15 and otherwise support these growth industries through workforce
16 development, tax incentives, recruitment, marketing, and other
17 activities.

18 (3) The commission shall be made up of the following members:

19 (a) The president and CEO of the Michigan economic development
20 corporation.

21 (b) The director of the state transportation department.

22 (c) The director of the department of environmental quality.

23 (d) The state treasurer.

24 (e) Two individuals who are residents of this state and who
25 live within 1 mile of an international border crossing, airport,
26 rail yard, intermodal facility, port, or other major transportation
27 infrastructure that has significant impacts on the local

1 residential community, appointed by the governor from a list of 4
2 or more individuals selected by the senate majority leader.

3 (f) Two individuals who are residents of this state and who
4 live within 1 mile of an international border crossing, airport,
5 rail yard, intermodal facility, port, or other major transportation
6 infrastructure that has significant impacts on the local
7 residential community, appointed by the governor from a list of 4
8 or more individuals selected by the speaker of the house of
9 representatives.

10 (g) Seven individuals appointed by the governor who have
11 education in, experience with, or knowledge of supply chain
12 management and logistics, including, but not limited to,
13 individuals representing commerce, transportation, border
14 operators, warehousing, local economic development agencies, and
15 institutions of higher learning.

16 (4) A member of the commission shall not receive compensation
17 for services as a member of the commission, but the commission may
18 reimburse each member of the commission for expenses necessarily
19 incurred in the performance of his or her duties.

20 Sec. 4. The commission shall have and exercise all of the
21 following powers and duties:

22 (a) Advise the governor and appropriate state agencies on
23 methods, proposals, programs, and initiatives involving supply
24 chain management in this state that may stimulate state economies
25 and provide additional employment opportunities for this state.

26 (b) Create avenues of communication between this state and
27 Ontario and the federal government of Canada concerning economic

1 development, trade and commerce, transportation, and industrial
2 affairs concerning supply chain management.

3 (c) Survey and audit how other states have used supply chain
4 management capabilities to attract industry.

5 (d) Determine which industries in this state would benefit
6 from supply chain coordination.

7 (e) Make recommendations to the governor and the legislature
8 on all the following:

9 (i) Changes to the tax structure of this state to make Michigan
10 competitive with other jurisdictions.

11 (ii) Incentives to attract long-term capital investment.

12 (iii) How to assist small-sized, medium-sized, and large-sized
13 companies in accessing various grants, tax abatements, and other
14 incentives.

15 (iv) How to improve access to credit or financing resources.

16 (v) How to improve workforce training and retraining support
17 to maximize productivity.

18 (vi) Expediting regulatory oversight to facilitate expansion
19 and new investment.

20 (vii) Reducing regulatory burden.

21 (viii) Developing growth strategy for targeted industries.

22 (ix) How to prioritize and coordinate investment in
23 transportation infrastructure of this state.

24 (f) Develop integrated state strategy regarding policy to
25 global supply chain operations.