1

2

3

4

5

7

10

HOUSE BILL No. 5606

January 9, 2008, Introduced by Rep. Mayes and referred to the Committee on Government Operations.

A bill to amend 1984 PA 431, entitled "The management and budget act,"

by amending section 267 (MCL 18.1267), as amended by 1999 PA 8.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 267. (1) The department shall issue directives to provide for the disclosure, transfer, and disposal of surplus, salvage, and scrap material of state agencies. The department may dispose of surplus and of salvage or scrap by donating or selling the property or equipment to a unit of local government. However, if a unit of local government is not interested in the property or equipment, the department may sell the surplus, salvage, or scrap. at auction.

(2) The department may pay necessary costs incurred in the conduct of the transfers—TRANSFER or auctions—SALE of the property or equipment including the necessary warehousing and reconditioning

05178'07 JLB

- ${f 1}$ costs from the proceeds of the ${f auction}$ ${f SALE}$ or by assessing a
- 2 handling fee for property or equipment being donated.