

# **FY 2010-11 CAPITAL OUTLAY APPROPRIATIONS BILL**

## **SENATE SUBSTITUTE FOR HOUSE BILL 5858 (S-1)**

**12/06/2010**

Total state share of the projects contained within this bill is \$383.7 million. The current available bond capacity is about \$611 million. Rental rates are usually between 7% and 9% per year. With the total state share being \$383.7 million, the annual debt service payments for these projects will be between \$26.9 and \$34.5 million. These payments will be made for 15 to 17 years.



# FY 2010-11 STATE BUILDING AUTHORITY PROJECTS

<u>PROJECT</u>	<b>Request with \$40 million Cap</b>		<b>House Bill 5858 (S-1)</b>	
	<b><u>TOTAL COST</u></b>	<b><u>STATE SHARE</u></b>	<b><u>TOTAL COST</u></b>	<b><u>STATE SHARE</u></b>
Central - Bio-Sciences Building	\$75,000,000	40,000,000	\$75,000,000	\$30,000,000
Eastern - Strong Hall Renovation	38,000,000	28,500,000	0	0
Ferris - College of Pharmacy - Grand Rapids	8,800,000	6,600,000	8,800,000	6,600,000
Grand Valley - Classroom/Office Additions	55,000,000	40,000,000	55,000,000	30,000,000
Lake Superior - School of Business Building	20,000,000	15,000,000	20,000,000	15,000,000
Michigan State - Plant Science Facilities-Bioeconomy--Additions and Renovations	193,600,000	40,000,000	193,600,000	30,000,000
Michigan Technological - Next Generation Energy Complex	29,500,000	22,125,000	0	0
Northern - Jamrich Hall Modernization	33,900,000	25,425,000	33,900,000	25,425,000
Oakland - Engineering Center	74,551,739	40,000,000	74,551,739	30,000,000
Saginaw Valley - Wickes Hall Renovations	8,000,000	6,000,000	0	0
U of M - Ann Arbor - G.G. Brown Memorial Laboratories Renovation	64,000,000	40,000,000	64,000,000	30,000,000
U of M - Dearborn - Science and Computer Information Science Building Renovation	51,000,000	38,250,000	51,000,000	30,000,000
U of M Flint - Murchie Science Laboratory Building Renovation	22,170,000	16,627,500	22,170,000	16,627,500
Wayne State - Multidisciplinary Biomedical Research Building	200,000,000	40,000,000	200,000,000	30,000,000
Western - Sangren Hall Building Renovation, Phase II*	0	28,300,000	0	0
<b>SUBTOTAL - UNIVERSITIES</b>	<b>\$873,521,739</b>	<b>\$426,827,500</b>	<b>\$798,021,739</b>	<b>\$273,652,500</b>
Alpena - Electrical Power Technology Education & Training Center	\$4,997,500	\$2,498,750	\$4,997,500	\$2,498,750
Bay de Noc - Nursing Lab/Lecture Hall Remodeling	1,500,000	750,000	1,500,000	750,000
Delta - Health and Wellness Program - F Wing Renovation	19,984,000	9,992,000	19,984,000	9,992,000
Glen Oaks - Library Renovation	1,400,000	700,000	0	0
Gogebic - Building Renovation	1,500,000	750,000	1,500,000	750,000
Grand Rapids - Cook Academic Hall Renovation	10,000,000	5,000,000	10,000,000	5,000,000
Henry Ford - No new request submitted	N/A	0	0	0
Jackson - Student Services and Instructional Classrooms	19,500,000	9,750,000	19,500,000	9,750,000
Kalamazoo Valley - Culinary Institute at Arcadia Commons Campus**	13,000,000	6,500,000	0	0
Kellogg - Student Center	4,500,000	2,250,000	0	0
Kirtland - Student Center Renovation and Addition	8,000,000	4,000,000	0	0
Lake Michigan - Energy-Saving Renovation of the Napier Avenue Academic Building	15,019,000	7,509,500	0	0
Lansing - Arts & Sciences Building Renovation	19,950,000	9,975,000	19,950,000	9,975,000
Macomb - Health Science and Technology Building, Phase II	14,500,000	7,250,000	14,500,000	7,250,000
Mid Michigan - Mt. Pleasant Campus Unification	17,704,500	8,852,250	17,704,500	8,852,250
Monroe - No request submitted	N/A	0	0	0
Montcalm - Sustainability Education Initiative	4,000,000	2,000,000	0	0
Mott - Southern Lakes Branch Center: Rehabilitation	6,545,950	3,272,975	0	0
Muskegon - Art/Media Education Center	7,500,000	3,750,000	0	0
North Central - Health Education and Science Center Project	10,428,400	5,214,200	10,428,400	5,214,200
Northwestern - Student Learning Center	14,000,000	7,000,000	0	0
Oakland - Interior Renovation/Building Addition - Building A, Auburn Hills Campus	32,065,000	16,032,500	0	0
St. Clair - Center for Health & Human Services	7,000,000	3,500,000	0	0
Schoolcraft - Simulation Technology Center	20,000,000	10,000,000	0	0
Southwestern - Science & Allied Health Labs, Classrooms, and Related Renovations	7,000,000	3,500,000	0	0
Washtenaw - Campus Renovation Projects	6,000,000	3,000,000	0	0
Wayne - Eastern Campus Facility Upgrade & Site Redevelopment Project	16,000,000	8,000,000	0	0
West Shore - No request submitted	0	0	0	0
<b>SUBTOTAL - COMMUNITY COLLEGES:</b>	<b>\$282,094,350</b>	<b>\$141,047,175</b>	<b>\$120,064,400</b>	<b>\$60,032,200</b>
MSP - Detroit Crime Lab	\$20,000,000	\$20,000,000	\$15,000,000	\$15,000,000
DMB - State Facility Preservation Projects - Phase IV	100,410,000	100,410,000	35,000,000	35,000,000
<b>SUBTOTAL - STATE AGENCIES:</b>	<b>\$120,410,000</b>	<b>\$120,410,000</b>	<b>\$50,000,000</b>	<b>\$50,000,000</b>
<b>TOTAL SBA PROJECTS:</b>	<b>\$1,276,026,089</b>	<b>\$688,284,675</b>	<b>\$968,086,139</b>	<b>\$383,684,700</b>

## **ALSO INCLUDED IN HB 5858 (S-1)**

Construction authorization for the Henry Ford Community College project: Sec. 104  
Construction authorization for the Monroe County Community College project: Sec. 104  
Cost increase for the Oakland University Human Health Building: Sec. 605

# FY 2010-2011 CAPITAL OUTLAY APPROPRIATIONS

Summary: Enrolled Bill

House Bill 5858



Capital Outlay Analyst: Robin R. Risko

	Executive		HB 5858 As Enrolled	
Budget Area	Gross	GF/GP	Gross	GF/GP
Capital Outlay	\$400	\$400	\$2,500	\$2,500
<b>TOTAL</b>	<b>\$400</b>	<b>\$400</b>	<b>\$2,500</b>	<b>\$2,500</b>

## OVERVIEW

HB 5858 contains \$2,000 GF/GP in planning authorization for university and community college capital outlay projects. Planning authorization is included for 10 of 15 universities and 10 of 28 community colleges. Traditionally, universities finance 25% of a project's costs and the state finances 75%. However, in recent years, the state share has been capped at \$40.0 million. In HB 5858, the state share is capped at \$30.0 million. Community colleges finance 50% of a project's costs and the state finances 50%.

The total state share of the projects contained within HB 5858 is \$383.7 million. The current available capacity below the statutory bond cap is about \$611 million. Rental rates are usually between 7% and 9% per year. With the total state share being \$383.7 million, the annual debt service payments for these projects will be between \$26.9 million and \$34.5 million GF/GP. These payments will be made for 15 to 17 years.

In addition, the bill contains \$200 GF/GP in construction authorization for previously approved capital outlay projects at Henry Ford Community College and Monroe County Community College, \$100 GF/GP in construction authorization for a project at Ferris State University, and \$200 GF/GP in construction authorization for a number of state agency projects, to include the Detroit Crime Lab.

## FY 2010-11 Appropriation Items:

Executive      HB 5858

### CAPITAL OUTLAY - PLANNING AUTHORIZATIONS

#### 1. *Central Michigan University - Bio-Sciences Building*

Total project cost is \$75.0 million. University share is \$45.0 million; state share is \$30.0 million. Project involves construction of a new 126,000 sq. ft. building which will house laboratories, instrumentation, examination rooms, and teaching facilities. New research laboratories will have required infrastructure and technology to promote joint projects involving basic and medical sciences, as well as hospital affiliates, physicians, and research corporations. Funding for university's share of project costs will be made available from private donations and debt supplemented by university capital funds. Estimated completion date is 18 months following project approval.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

#### 2. *Grand Valley State University - Classroom/Office Additions*

Total project cost is \$55.0 million. University share is \$25.0 million; state share is \$30.0 million. Project involves construction of a new 100,000 sq. ft. laboratory and faculty office building, providing space for labs, office, and support. Project involves renovation of vacated spaces in which laboratory spaces and classrooms will be constructed. Heating and cooling systems will be constructed to meet current energy codes and standards. Funding for university's share of project costs will be made available through private donations, university capital, and university bonding. Estimated completion date is July 2014.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

#### 3. *Lake Superior State University - School of Business Building*

Total project cost is \$20.0 million. University share is \$5.0 million; state share is \$15.0 million. Project involves construction of a new 50,000 sq. ft. state-of-the-art, multi-story building, made of masonry and steel. Building will house School of Business, Entrepreneurial and Legal Studies, and will provide general-use smart classrooms, career and placement center, consultation rooms, faculty offices, space which can be easily modified to accommodate future needs, several specialized classrooms, case study rooms, and common spaces for students. Funding for university's share of project costs will be made available through a "Building Excellence" fund-raising campaign.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**FY 2010-11 Appropriation Items:****Executive      HB 5858****4. Michigan State University - Plant Science Facilities-Bioeconomy Additions and Renovations**

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

Total project cost is \$193.6 million. University share is \$163.6 million; state share is \$30.0 million. Project involves addition of 210,500 sq. ft. Of that, 90,000 sq. ft. will be for a new addition to Plant Biology, 30,000 sq. ft. will be for additional green houses, and 90,500 sq. ft. will be for a new addition to Engineering Building. Project involves renovations of teaching and research facilities and renovation of greenhouse ranges. Funding for university's share of project costs will be made available through university resources and, if necessary, through sale of bonds.

**5. Northern Michigan University - Jamrich Hall Modernization**

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

Total project cost is \$33.9 million. University share is \$8.5 million; state share is \$25.4 million. Project involves renovation of existing 162,352 sq. ft. building to provide high tech, flexible learning spaces that support active learning and academic department office space within the facility close to classrooms and other departments. Buildings' electrical, lighting, heating, and ventilation systems will be reconstructed to meet current codes and standards. Funding for university's share of project costs will be made available through industry contributions, foundation funding, and bonding. Estimated completion date is approximately 14 months following project approval.

**6. Oakland University - Engineering Center**

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

Total project cost is \$74.6 million. University share is \$44.6 million; state share is \$30.0 million. Project involves addition of 42,225 sq. ft. of space to School of Engineering and Computer Science and 34,201 sq. ft. of space for general classrooms. New center will provide instructional and research space for programs that support automotive, defense, and other industries. New center will house the Integrated Design Laboratory, Advanced Design Laboratory, Engineering Student Learning Center, Department of Computer Science and Engineering, general purpose classrooms, and gathering spaces. Funding for university's share of project costs will be made available from private donations and, if necessary, from sale of bonds.

**7. University of Michigan-Ann Arbor - G.G. Brown Memorial Laboratories Renovation**

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

Total project cost is \$64.0 million. University share is \$34.0 million; state share is \$30.0 million. Project involves renovation of 45,000 sq. ft. of existing space to reconfigure and upgrade instructional facilities, offices, and support service facilities, as well as, replace/upgrade building infrastructure (120,000 sq. ft.), including HVAC, laboratory mechanical systems, electrical services, plumbing, fire alarm and suppression systems, exterior wall repairs, and window repairs. Funding for university's share of project costs will be made available from fundraising activities and central administration sources.

**8. University of Michigan-Dearborn - Science and Computer Information Science Building Renovations**

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

Total project cost is \$51.0 million. University share is \$21.0 million; state share is \$30.0 million. Project involves complete rehabilitation of Science Building and Computer Information Science Building, to include mechanical and infrastructure improvements, conversion of space for service as classrooms, new network system for conducting research on viruses and other security issues, addition of a digital forensics laboratory, and expanded agile software engineering laboratory. Funding for university's share of project costs will be made available through the issuance of tax-exempt debt and/or private giving. Estimated completion date is 30 months following project approval.

**9. University of Michigan-Flint - Murchie Science Laboratory Building Renovations**

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

Total project cost is \$22.2 million. University share is \$5.5 million; state share is \$16.7 million. Project involves reconfiguration of space in building to add several instructional labs for chemistry and biology, as well as attendant equipment storage space. Existing labs require renovation, such as replacement of fume hoods and hood controls, and addition of Internet connectivity. Deferred maintenance items that require attention include replacing roof, disabling operable windows, renovating for disability accessibility, and upgrading elevators. Funding for university's share of project costs will be made available from fundraising activities and central administration sources.

**FY 2010-11 Appropriation Items:****Executive      HB 5858****10. Wayne State University - Multi-Disciplinary Biomedical Research Building**

Total project cost is \$200.0 million. University share is \$170.0 million; state share is \$30.0 million. Project involves construction of a 360,000 sq. ft. building which will consist of six floors. Building will provide science research infrastructure, to include small animal facilities, environment for sensitive scientific instruments and advanced imaging technology, clinical trials office, small conference facilities and meeting rooms, wet laboratories, and dry laboratory facilities. Funding for university's share of project costs will be made available from federal grants, internal sources, private gifts, and proceeds from sale of bonds. Estimated completion date is January 2016.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**11. Alpena Community College - Electrical Power Technology Education and Training Center Instructional Addition Project**

Total project cost is \$5.0 million. College share is \$2.5 million; state share is \$2.5 million. Project involves renovation of 8,800 sq. ft. of space in the Besser Technology Center Annex to house a business incubator and construction of 9,700 sq. ft. of space for the Electrical Power Technology Education and Training Center. New center will encompass classrooms, equipment labs, faculty offices, and bays for bucket trucks and other heavy equipment. New center will house programs for technicians for occupations in wind turbine, solar power, biomass fuel, hydroelectric, geothermal, fiber optic, clean coal combustion, and power plant industries. Funding for college's share of project costs will be made available through appeals to major electrical power entities, a capital campaign, millage proposal, and sale of property. Estimated completion date is approximately 16 months following project approval.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**12. Bay de Noc Community College - Nursing Lab/Lecture Hall Remodeling**

Total project cost is \$1.5 million. College share is \$750,000; state share is \$750,000. Project involves remodeling 3,950 sq. ft. of lecture hall space and making space for simulation labs and updated equipment and technology. Funding for college's share of project costs will be made available through private contributions.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**13. Delta College - Health and Wellness - F Wing Renovations**

Total project cost is \$20.0 million. College share is \$10.0 million; state share is \$10.0 million. Project involves renovating 91,484 sq. ft. of space to be able to accommodate a health promotions and awareness clinic, multi-disciplinary health laboratory, multi-discipline simulation rooms, critical care simulation area, and multi-media laboratory/video slide room. Improvements will be made to enhance student and public accessibility, specifically elevator and toilet room upgrades, signage, site lighting, and upgrades to emergency/essential power and lighting systems. Project involves addition of 950 sq. ft. for a hospital-size elevator to service the building. Funding for college's share of project costs will be made available through private capital contributions and, if necessary, college general fund.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**14. Gogebic Community College - Building Renovation**

Total project cost is \$1.5 million. College share is \$750,000; state share is \$750,000. Project involves renovating 8,000 sq. ft. of space to create new multi-purpose classrooms and a large lecture room. Funding for college's share of project costs will be made available through college's restricted site fund. Estimated completion date is 12 to 18 months following project approval.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**15. Grand Rapids Community College - Cook Academic Hall Renovation**

Total project cost is \$10.0 million. College share is \$5.0 million; state share is \$5.0 million. Project involves renovating 83,000 sq. ft. of space, floors two through five, to house the Nursing and Allied Health programs. Classrooms, labs, and simulation laboratories will be added to accommodate increased enrollment. Funding for college's share of project costs will be made available through sale of bonds and capital campaign activities.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**FY 2010-11 Appropriation Items:****Executive      HB 5858****16. Jackson Community College - Student Services and Instructional Classrooms**

Total project cost is \$19.5 million. College share is \$9.75 million; state share is \$9.75 million. Project involves renovation of Bert Walker Hall to house an expanded Foundation Studies program, as well as serve as the college's new Center for Student Support Services. New center will provide a one-stop location for admissions, student services, developmental education, counseling, disabilities support, and advising. Project involves construction of an ADA elevator to respond to needs of students with disabilities; replacement of heating and cooling, roofing, and plumbing systems; and construction of additional classroom spaces, office space for adjunct faculty, multi-media classrooms, and wireless connections. Project involves renovation of JCC@LISD TECH facility to provide additional space in all academic areas, including computers, business, English, and math, as well as industrial training spaces, larger lecture spaces, faculty offices, student learning spaces, and computer labs. Funding for college's share of project costs will be made available from general operations budget.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**17. Lansing Community College - Arts and Sciences Building Renovation**

Total project cost is \$20.0 million. College share is \$10.0 million; state share is \$10.0 million. Project involves renovating 151,000 sq. ft. of space to increase number of science classrooms, laboratories, and general classrooms to meet growing enrollment. Funding for college's share of project costs will be made available from college reserves and sale of bonds. Estimated completion date is June 2014.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**18. Macomb Community College - Health Science and Technology Building, Phase II**

Total project cost is \$14.5 million. College share is \$7.25 million; state share is \$7.25 million. Project involves construction of a new 30,000 sq. ft. state-of-the-art facility which will provide specialized laboratories for emerging technology-related health occupations and additional laboratories for basic science. Four specialized computer labs will be constructed to support instruction in content management, networking, information security, wireless technology, voice over Internet protocol, radio frequency identification, and bioinformatics. Two anatomy and physiology labs and a microbiology lab will be constructed. Funding for college's share of project costs will be made available from college's bond fund and capital projects budget.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**19. Mid-Michigan Community College - Mt. Pleasant Campus Unification**

Total project cost is \$17.7 million. College share is \$8.85 million; state share is \$8.85 million. Project involves construction of a new 76,760 sq. ft. building to unify all Mt. Pleasant operations on one site. Arts and science instruction, student and academic support services, library and media services, and specific occupational instruction will be relocated to new site. Building components will include open bay training labs, nursing skill labs, computer labs, lecture halls, general classrooms, specialty classrooms, student study areas, multi-purpose meeting/conference rooms, interactive television room, faculty and administrative offices, teaching and learning center for faculty, maintenance space and storage, and mechanical rooms. Funding for college's share of project costs will be made available through existing resources, gifts, grants, and, if necessary, from sale of bonds.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**20. North Central Michigan College - Health Education and Science Center Project**

Total project cost is \$10.4 million. College share is \$5.2 million; state share is \$5.2 million. Project involves construction of a new 23,260 sq. ft. Science Center and renovation of 17,150 sq. ft. of space in the Science and Chemistry Building. New center will provide science laboratories and related support spaces, classrooms, offices and storage, server farm for entire college, computer labs, reception area, lobby, student commons area, and connector space. Renovations to Science and Chemistry Building will be made to general purpose classrooms, faculty offices, faculty office hotel (for use by adjunct professors), and nursing and allied health labs and support space. Also, existing buildings will receive upgraded mechanical, electrical, and technology systems. Funding for college's share of project costs will be made available from internal sources and, if necessary, from sale of bonds. Estimated completion date is approximately 36 months following project approval.

<b>Gross</b>	--	<b>\$100</b>
GF/GP	--	\$100

**FY 2010-11 Appropriation Items:****Executive****HB 5858****CAPITAL OUTLAY - CONSTRUCTION AUTHORIZATION****21. Henry Ford Community College - Science Building Improvements Project**

Project received planning authorization in Public Act 278 of 2008 and is based on a total project cost of \$15.0 million. College share is \$7.5 million; state share is \$7.5 million. Project involves renovating existing Science Building, to include replacing and upgrading mechanical, electrical, and technology infrastructure, making life safety and barrier-free design improvements, updating fire suppression systems and fire doors, and improving ease of access for students with disabilities. Project involves construction of an 18,000 sq. ft. addition which would provide new laboratories and preparation room, new classrooms, offices, restrooms, janitor's closets, and electrical and data rooms. Estimated completion date is December 2012. (8/21/10 SBO letter)

<b>Gross</b>	<b>\$100</b>	<b>\$100</b>
GF/GP	\$100	\$100

**22. Monroe County Community College - Technology Center Project**

Project received planning authorization in Public Act 278 of 2008 and is based on a total project cost of \$17.0 million. College share is \$8.5 million; state share is \$8.5 million. Project involves construction of a 71,300 sq. ft. career technology facility, which will provide an infrastructure to support state-of-the-art classrooms and lab space required to deliver instruction related to high-growth, high-demand, and high-paying jobs. Project involves upgrades to existing programs as well. Estimated completion date is September 2012. (11/12/10 SBO letter)

<b>Gross</b>	<b>\$100</b>	<b>\$100</b>
GF/GP	\$100	\$100

**23. Ferris State University - College of Pharmacy - Grand Rapids**

Total project cost is \$8.8 million. University share is \$2.2 million; state share is \$6.6 million. Project involves purchase and renovation of 23,317 sq. ft. of space on the 7th floor of the 25 Michigan Building in Grand Rapids to house pharmacy practicum program. Currently, program is offered in two locations: Grand Rapids and Kalamazoo, in leased space. Leases for the two sites expire soon and are not renewable. Purchase and build-out of the single location is estimated to save the university \$13 million over a 30-year lease in the same facility. College of Pharmacy is working with alumni, friends, and faculty to solicit donations to support matching funds requirement, as well as working on securing funding through sale of bonds. Estimated completion date is August 2011.

<b>Gross</b>	<b>--</b>	<b>\$100</b>
GF/GP	--	\$100

**24. DTMB - State Facility Preservation Projects, Phase IV**

Authorizes \$35.0 million for routine special maintenance projects at a number of state-owned facilities. Projects are included for the Departments of Agriculture, Community Health, Corrections, Human Services, Natural Resources and Environment, State Police, and Technology, Management, and Budget. Projects include such things as upgrades/repairs/replacements to HVAC systems, elevators, boilers, steam distribution centers, security systems, lighting, ceilings, hazardous abatement, fire systems, restrooms, parking lots, and roofs.

<b>Gross</b>	<b>\$100</b>	<b>\$100</b>
GF/GP	\$100	\$100

**25. DSP - Detroit Crime Lab**

Authorizes \$15.0 million for acquisition and renovation of between 50,000 and 75,000 sq. ft. of space in the new City of Detroit police headquarters building (the former MGM Grand Casino building). The space will be used to house the Detroit Crime Lab, a regional forensic laboratory, which will be operated by the Department of State Police.

<b>Gross</b>	<b>\$100</b>	<b>\$100</b>
GF/GP	\$100	\$100

**FY 2010-11 Boilerplate Items:****HB 5858****GENERAL****1. Total State Spending**

Specifies total state spending and state spending from state resources to be paid to local units of government.

Sec. 201

**2. Appropriations Subject to PA 431**

Subjects appropriations to the Management and Budget Act, 1984 PA 431.

Sec. 202

**3. Acronyms and Definitions**

Defines acronyms and other references used throughout the bill.

Sec. 203

**4. Buy American**

Prohibits funding from being used to purchase foreign goods or services if American goods or services that are competitively priced and of comparable quality are available.

Sec. 204

**5. Use of Internet for Reports**

Requires use of Internet for fulfilling reporting requirements.

Sec. 205

**CAPITAL OUTLAY****6. Project Compliance With PA 431**

Requires capital outlay projects to comply with procedures required by Management and Budget Act, 1984 PA 431.

Sec. 401

**FY 2010-11 Boilerplate Items:**

**HB 5858**

**7. Operating Costs**

Sec. 402

Requires statement of proposed operating costs to be included with facility's program statement and planning documents.

**8. Final Planning and Construction Requirements**

Sec. 403

Outlines certain administrative provisions community colleges and universities must comply with before capital outlay projects can proceed to final planning and construction phase.

**9. Required Reports**

Sec. 404

Requires department to report on status of each planning and construction project financed by State Building Authority (SBA); requires report on accounting information for capital outlay projects; requires report of specific information on projects authorized for planning but not for construction.

**10. Matching Requirements**

Sec. 405

Requires state agencies, community colleges, and universities to take steps to make federal and other revenues available for purposes of appropriations and to use any revenues obtained to meet matching requirements.

**11. 5-Year Plans and Priority Requests**

Sec. 410

Requires submission by department of 5-year capital outlay plans and capital outlay priority project requests to JCOS and fiscal agencies.

**12. Community College Projects**

Sec. 601

Lists provisions related to authorizations for community college capital outlay projects.

**13. Reduced State Funds**

Sec. 602

Authorizes reduction of state appropriations if matching revenues received are less than anticipated.

**14. Required Documentation**

Sec. 603

Authorizes department to require documentation regarding project match and board approval from community colleges and universities with authorized capital outlay projects.

**15. SBA Bonding Capacity**

Sec. 604

Subjects state share of capital outlay construction projects to statutory authorization under bonding capacity of SBA.

**16. Oakland University - Human Health Building Project**

Sec. 605

Authorizes total project cost increase of \$2.8 million, from \$61.7 million to \$64.5 million, due to receipt of federal and private foundation grant resources. Additional resources were granted for purpose of implementing enhanced geothermal technologies and other sustainable design features in Human Health Building project.