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## **SENATE BILL No. 982**

June 11, 2014, Introduced by Senator BOOHER and referred to the Committee on Appropriations.

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

by amending section 221a (MCL 18.1221a), as added by 2012 PA 430.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 221a. (1) The department shall provide the JCOS and thefiscal agencies with the following reports:
- 3 (a) By November 1 of each year, for state-owned space as of4 September 30 of that year, all of the following:
  - (i) The department occupying or using the space.
  - (ii) The building location, including street address, city or township, and county.
  - (iii) The type of building, such as office, warehouse, garage, storage, or other use.

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- 1 (*iv*) The square footage.
- v) The occupancy and usage of space compared to total space
- 3 available.
- 4 (vi) The condition of facility and estimated future special
- 5 maintenance costs.
- 6 (b) By November 1 of each year, for privately owned state-
- 7 leased space as of September 30 of that year, all of the following:
- 8 (i) The department occupying or using the space.
- 9 (ii) The lease number.
- 10 (iii) The building location, including street address, city or
- 11 township, and county.
- 12 (iv) The type of building, such as office, warehouse, garage,
- 13 storage, or other use.
- 14 (v) The name and address of lessor.
- 15 (vi) The square footage and net square footage rate.
- 16 (vii) The occupancy and usage of space compared to total space
- 17 available.
- 18 (viii) The monthly and annual cost.
- 19 (ix) The date the lease starts and expires.
- 20 (x) The options and services.
- (xi) The total monthly and annual cost for all leases described
- 22 in this subdivision.
- 23 (c) At least 2 weeks prior to a state lease proposal being
- 24 included on a JCOS meeting agenda for review and approval, all of
- 25 the following:
- (i) The lease number.
- (ii) The department.

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- 1 (iii) The location.
- (iv) The lessor.
- (v) The total square footage and use of space.
- 4 (vi) Lease costs, to include annual costs of lease, monthly
- 5 costs of lease, cost per square foot, and increases, if any, from
- 6 prior lease to new lease.
- 7 (vii) The costs to renovate.
- 8 (viii) The costs for utilities.
- 9 (ix) The management fees.
- 10 (x) The amount paid for ad valorem property taxes.
- 11 (xi) The operating costs.
- 12 (xii) The lease terms.
- 13 (xiii) If an option to purchase is included, the terms of the
- 14 offer to purchase and rationale for not funding construction
- 15 through the state building authority.
- 16 (xiv) The existing space, including years in existing location,
- 17 cost, terms of the lease, and disadvantages related to continuing
- 18 in current location.
- 19 (xv) The bid process, including an overview including dates,
- 20 number of proposals submitted, cost range of proposals, comparable
- 21 market rates, and an explanation if lowest bid was not accepted.
- 22 (xvi) A cost comparison listing the total square footage, base
- 23 cost per square foot, annual lease cost, cost for utilities, taxes,
- 24 operating costs, and total annual cost for the proposed lease and
- 25 the current lease, and show the difference in costs.
- 26 (d) Not later than 45 days after the close of the fiscal year,
- 27 the status of all active planning and construction projects

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- 1 approved by JCOS and financed through the state building authority
- 2 or state general fund/general purpose revenues, including all of
- 3 the following:
- 4 (i) The name of each project.
- 5 (ii) The applicable appropriation acts.
- 6 (iii) The appropriation year and account numbers.
- 7 (iv) The total authorized cost for the project and state
- 8 authorized share.
- 9 (v) The unencumbered balance remaining in each account.
- 10 (vi) The expiration date of authorization.
- 11 (vii) The current project status: planning, preconstruction,
- 12 construction, or postconstruction.
- 13 (viii) The estimated completion date.
- 14 (ix) As applicable, the qualifying carryforward exemption under
- 15 section 248(4) or (6).
- 16 (2) This section is in effect until March 31, 2015.
- 17 (2) (3) As used in this section, "project" includes
- 18 appropriation line items made for purchase of real estate.

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