## **HOUSE BILL No. 5485**

## EXECUTIVE BUDGET BILL

February 14, 1990, Introduced by Reps. Jacobetti and O'Neill and referred to the Committee on Appropriations.

A bill to make appropriations for a capital outlay program; to set forth the provisions for its implementation within the budgetary process; to make appropriations for planning and construction at state agencies, community colleges, and universities; to make appropriations for state building authority rent and insurance; to make a grant for state building authority rent; to provide for the acquisition of land and buildings; to provide for the elimination of fire hazards; to provide for special maintenance, remodeling and addition, alteration, renovation, environmental, and demolition projects; to provide for elimination of occupational safety and health hazards; to provide for the award and implementation of contracts; to provide for the purchase of fixtures and equipment relative to occupancy of a project; to prescribe powers and duties of certain state officers and agencies; to require certain reports, plans, and agreements; to provide for the conveyance of certain state owned lands; to prescribe standards and conditions relating to the appropriations; 04930'90 **GWH** 

and to provide for the expenditure of the appropriations.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1	Sec. 101. There is appropriated for certain capital outlay projects at
2	the various state agencies, universities, and community colleges for the fiscal
3	year ending September 30, 1991, from the following funds:
4	TOTAL CAPITAL OUTLAY
5	APPROPRIATIONS SUMMARY:
. 6	GROSS APPROPRIATION \$ 318,342,700
7	Total federal revenues
8	Total local funds
9	Total private funds 450,000
10	State park improvement fund
11	State waterways fund 4,536,700
12	State trunkline fund 10,767,000
13	State aeronautics fund
14	Total other state restricted revenues
15	State general fund/general purpose \$ 202,975,500
16	Lump Sum Projects
17	Special Maintenance and Remodeling and Additions
18	For state agencies special maintenance projects
19	estimated to cost more than \$50,000 but less than
20	\$500,000 and remodeling and additions projects
21	estimated to cost less than \$500,000\$ 6,800,000
22	Environmental Health and Safety
23	For state agencies environmental health and
24	safety projects including but not limited to

1	underground fuel tanks and asbestos\$	2,000,000	
2	Major Special Maintenance and Remodeling		
3	For department of mental health special maintenance		
L.	and remodeling and additions projects at various	,	
5	ICF/MR and state psychiatric facilities	1,000,000	
6	Special Maintenance and Remodeling and Additions		
7	For community college special maintenance and remodeling		
8	and addition projects estimated to cost more		
9	than \$50,000 but less than \$500,000	2,800,000	
10	Special Maintenance and Remodeling and Additions		
11	For university special maintenance and remodeling and		
12	additions projects estimated to cost more than		
13	\$50,000 but less than \$500,000	16,200,000	
14	Fire Protection		
14 15	Fire Protection  For fire protection projects within various state		
15	For fire protection projects within various state	1,200,000	
15 16	For fire protection projects within various state agencies and at various state institutions,	1,200,000	_
15 16 17	For fire protection projects within various state agencies and at various state institutions, including the state capitol building	1,200,000	
15 16 17 18	For fire protection projects within various state  agencies and at various state institutions,  including the state capitol building	1,200,000	
15 16 17 18 19	For fire protection projects within various state  agencies and at various state institutions,  including the state capitol building	1,200,000	
15 16 17 18 19 20	For fire protection projects within various state  agencies and at various state institutions,  including the state capitol building  Open Space Conversion  For removal of permanent partitions and  conversion to open office space units		
15 16 17 18 19 20 21	For fire protection projects within various state  agencies and at various state institutions,  including the state capitol building  Open Space Conversion  For removal of permanent partitions and  conversion to open office space units  in state buildings		
15 16 17 18 19 20 21 22	For fire protection projects within various state  agencies and at various state institutions,  including the state capitol building  Open Space Conversion  For removal of permanent partitions and  conversion to open office space units  in state buildings\$  Planning and Special Studies		
15 16 17 18 19 20 21 22 23	For fire protection projects within various state  agencies and at various state institutions,  including the state capitol building  Open Space Conversion  For removal of permanent partitions and  conversion to open office space units  in state buildings		

1	Construction Project		
2	Major Special Maintenance		
3	Waterproof state of Michigan		•
4	executive plaza building, Detroit,		
5	to complete plans and begin construction	\$.	100,000
6	GROSS APPROPRIATION	\$	34,000,000
7	Appropriated from:		
8	HHS-HCFA title XIX-intermediate care facilities for		
9	the mentally retarded and state psychiatric		
10	facilities		1,000,000
11	State general fund/general purpose	\$	33,000,000
12	STATE BUILDING AUTHORITY:		
13	Corrections		
14	Correctional facilities (see section 410(1),(4),		
15	(5),(6),(7)	\$	1,000,000
16	Corrections psychiatric hospital - to complete		
17	land acquisition, plans and begin construction		2,500,000
18	Universities		
19	Eastern Michigan University, college of		
20	business/pierce hall renovation to complete con-		Ur."
21	struction (total estimated cost not to exceed		. •
22	\$27,300,000-state building authority share		•
23	\$19,500,000-Eastern Michigan University share		
24	\$3,400,000-state general fund share \$4,400,000) \$	\$	940,000
25	Power Plants:		
26	Michigan State University T.B. Simon power plant		
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1	addition and renovation; Saginaw Valley State	
2	University central heating and cooling plant;	
3	Western Michigan University/department of	
4	mental health, Kalamazoo regional psychiatric	
5	hospital power plant refurbishment-to continue	
6	plans and construction\$	6,355,000
7	Michigan State University, crop and soil sciences	
8	field laboratory/cereal soybean research farm to	
9	complete construction	750,000
10	Community Colleges	
11	Lake Michigan College - institute for business	
12	and technology - to complete plans and	
13	construction	10,000
14	Glen Oaks Community College - main building	
15	remodeling and additions to continue construction	100,000
16	Kalamazoo Valley Community College - downtown	
17	center/technology application center - to	
18	continue construction	300,000
19	Mid-Michigan Community College -	A contract of
20	student community services building - to continue	
21	construction\$	100,000
22	Other Agencies	
23	Michigan capitol committee capitol	
24	restoration/alternative space to continue	
25	construction/renovation (total estimated project	• •
26	cost Phases I and II \$45,000,000-state building	

ı	authority share \$38,250,000-state general	٠
2	fund share \$6,750,000)\$	3,375,000
3	Department of management and budget parking ramp	
4	and service center to complete plans and begin	
5	construction (total estimated project cost	,
6	\$55,000,000-state building authority share	
7	\$50,000,000-state general fund share \$5,000,000)	2,500,000
8	GROSS APPROPRIATION \$	17,930,000
9	Appropriated from:	
10	State general fund/general purpose\$	17,930,000
11	DEPARIMENT OF AGRICULTURE	
12	Grant-in-aid Saginaw soil conservation service	
13	Flint river contamination (total estimated cost and	
14	state share \$1,000,000)\$	250,000
15	GROSS APPROPRIATION\$	250,000
16	Appropriated from:	
17	State general fund/general purpose\$	250,000
18	DEPARTMENT OF CORRECTIONS	
19	Major Special Maintenance	
20	Asbestos removal, all institutions to continue	
21	construction (total cost and state share not to	
22	exceed \$5,000,000)\$	360,000
23	Prison infrastructure modifications (total	-
24	estimated cost and state share \$6,100,000)	-
25	to complete plans and begin construction	600,000
26	GROSS APPROPRIATION \$	960,000
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1	Appropriated from:		· ·
2	State general fund/general purpose	\$	960,000
3	DEPARTMENT OF MENTAL HEALTH		
4	Construction project major remodeling and additions		
5	Air conditioning of patient wards and housing units,		
6	various locations	\$	2,500,000
7	Major Special Maintenance		
8	Replace windows, various locations		550,000
9	Replace roofs, various locations	•	502,000
10	Walter Reuther psychiatric hospital power plant -		
11	to complete plans and begin construction		500,000
12	GROSS APPROPRIATION	\$	4,052,000
13	Appropriated from:		
14	State general fund/general purpose	\$	4,052,000
15	DEPARTMENT OF MILITARY AFFAIRS		
16	Lump Sum Projects		
17	For department of military affairs remodeling and		,
18	addition and special maintenance projects estimated		
19	to cost more than \$50,000 but less than \$500,000	\$	1,700,000
20	Special Maintenance		٠.,
21	Maintenance and repair; land acquisition, property		
22	surveys and title searches	\$	150,000
23	GROSS APPROPRIATION	\$	1,850,000
24	Appropriated from:		
25	DOD-department of the army-national guard bureau		1,700,000
26	State general fund/general purpose	\$	150,000
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1	DEPARTMENT OF NATURAL RESOURCES Major	
2	Special Maintenance	
3	Grant-in-aid-city of Mackinac Island-Mackinac	
4	Island landfill closure and recycling/composting	
5	facilities-to complete construction	
6	(total cost not to exceed \$1,200,000-	•
7	state general fund share \$1,200,000)	\$ 600,000
8	State Park, Recreation and Wildlife Construction	
9	State wetlands acquisition	600,000
10	Statewide waterfowl habitat development	600,000
11	Purchase of development rights in unique/critical	
12	land areas	2,000,000
13	State Park Remodeling and Additions	
14	Buildings, utilities, and site work (projects under	
15	\$60,000), various state parks and recreation areas	1,000,000
16	GROSS APPROPRIATION	\$ 4,800,000
17	Appropriated from:	
18	Duck stamp revenue	\$ 600,000
19	State park improvement fund	1,000,000
20	DAG-forest service	150,000
21	Private funds - ducks unlimited	450,000
22	Tax credits - farmland and open space	
23	preservation act	2,000,000
24	State general fund/general purpose	\$ 600,000
25	Waterways Projects	
26	Public Access Site Program	
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1	Region I	
2	Chippewa county - DeTour passage, village of DeTour \$	21,500
3	Chippewa county - DeTour marina, village of DeTour	24,000
Ł,	Dickinson county - Hamilton lake, Waucedah township	12,000
5	Keweenaw county - Lac LaBelle, Grant township	14,500
6	Luce county - Newberry field station, Newberry	20,000
7	Menominee county, Cedar River, Cedarville township	28,000
8	Emergency repairs allotment - various counties	20,000
9	Equipment repairs allotment - various counties	10,000
10	Small projects allotment - various counties	15,000
11	Region II	
12	Alcona county - Harrisville ramp, Harrisville	30,000
13	Alcona county - Harrisville parking, Harrisville	60,000
14	Crawford county - Lake Margrethe, Grayling township	55,000
15	Iosco county - Au Sable River Mouth, Au Sable	ı
16	township	300,000
17	Leelanau county - Lake Leelanau, LeLand township	16,000
18	Manistee county - Tippy dam, Dickson township \$	20,000
19	Roscommon county - South Higgins state park,	
20	Gerrish township	50,000
21	Emergency repairs allotment - various counties \$	30,000
22	Equipment repairs allotment - various counties	15,000
23	Small projects allotment - various counties	15,000
24	Region III	
25	Berrien county - Jasper Dairy road, Royalton	
26	township	120,000
	04.0304.00	

1	Cass county - Diamond Lake, Calvin township \$	10,000
2	Macomb county - Selfridge, Harrison township	148,600
3	Oakland county - Orchard Lake, West Bloomfield	
Ł,	township	45,000
5	Oakland county - Maceday Lake, Waterford township	15,000
6	Oakland county - Tipsico Lake, Rose township	10,000
7	Oakland county - Long Lake Commerce township	10,000
8	St. Clair county - Fairhaven, Ira township	40,000
9	Sanilac county - Lexington township	90,000
10	Tuscola county - Quanicassee River, Wisner township	40,000
11	Emergency repairs allotment - various counties	50,000
12	Equipment repairs allotment - various counties	15,000
13	Small projects allotment - various counties	65,000
14	Grants-In-Aid - Public Access Site Program	
15	Macomb county - Clinton River cutoff	100,000
16	Ottawa county - village of Fruitport, Spring Lake	40,000
17	Harbors and Docks Program	
18	Emmet county - Cross village harbor-of-refuge \$	2,100,000
19	Cheboygan county - Cheboygan lock and dam repairs	120,000
20	Huron county - Port Austin east breakwater	350,000
21	Presque Isle county - Hammond Bay	100,000
22	Preventative maintenance - various counties	100,000
23	Emergency repair - various counties	250,000
24	Engineering studies - various counties	60,000
25	Grants-In-Aid - Harbors and Docks Program	·- *
26	Alcona county - Harrisville breakwater closure	90,000
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1	Berrien county - New Buffalo transient mooring		
2	facility	\$	650,000
3	Leelanau county - Northport mooring upgrading		162,100
<b>L</b> ş.	GROSS APPROPRIATION	\$	5,536,700
5	Appropriated from:		
6	State waterways fund		4,536,700
7	DOI, Dingell Johnson		1,000,000
8	State general fund/general purpose	\$	0
9	DEPARTMENT OF SOCIAL SERVICES		
10	Regional detention and treatment center (RDTC) to		
11	continue construction	\$	2,047,000
12	GROSS APPROPRIATION	\$	2,047,000
13	Appropriated from:		
14	State general fund/general purpose	\$	2,047,000
15	DEPARTMENT OF TRANSPORTATION STATE TRUNKLINE FUND		
16	Department buildings and facilities:		
17	Complete plans/begin, continue, complete		
18	property acquisition - salt storage buildings		,
19	district 1 (total cost not to exceed \$20,000)	\$	20,000
20	Department Buildings and Facilities:	,	r 1
21	Construction Projects		. , ,
22	Covered salt and/or sand storage buildings at		
23	maintenance garage facilities, various counties,	٠.	
24	various locations	•	500,000
25	Combined maintenance facility, district 8		. ,
26	Jackson-area to complete plans and begin	-	
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1	construction (total cost not to exceed \$1,700,000) \$	200,000
2	Project offices, various counties, various locations	
3	to continue construction (total cost not to	
4	exceed \$4,100,000)	500,000
5	New district office building, Wayne county	
6	metro district-to complete plans and	
7	begin construction (total authorized cost not to	
8	exceed \$5,500,000)	750,000
9	New maintenance garage, Mio, Oscoda county,	
10	District 4 - to complete plans and begin	
11	construction (total cost not to exceed	
12	(\$2,300,000)	300,000
13	Equipment storage buildings, statewide	
14	locations	300,000
15	Reconstruction of Clare welcome center, to	
16	continue construction (total cost not to	
17	exceed \$3,000,000)	375,000
18	Department Buildings and Facilities:	
19	Major Remodeling and Additions	
20	Energy saving modifications, various locations \$	300,000
21	Pollution control measure installation, various	
22	locations	4,000,000
23	Covered salt storage facilities and brine run-off	
24	control systems, various contract agencies	650,000
25	Improve entrance and enlarge parking areas,	
26	Menominee welcome center - Menominee	

1	county, district 1 (total cost not to exceed	
2	\$700,000)\$	50,000
3	Installation and/or replacement of hydraulic floor	
<b>L</b> s	hoists, various locations	100,000
5	MIOSHA and asbestos removal projects - various	
6	locations (total cost not to exceed \$1,000,000)	200,000
7	Upgrade lighting and electrical systems at statewide	s.
8	maintenance facilities (total cost not to exceed	
9	\$500,000)	100,000
10	Department Buildings and Facilities:	
11	Lump Sum Projects	
12	Minor remodeling and additions and special	
13	maintenance	1,525,000
14	Institution and Agency Roads	
15	Institution and agency roads	1,250,000
16	GROSS APPROPRIATION\$	11,100,000
17	Appropriated from:	
18	DOT-federal highway administration highway research,	,
19	planning and construction\$	333,000
20	State trunkline fund	10,767,000
21	State general fund/general purpose \$	. 0
22	AERONAUTICS FUND: AIRPORT PROGRAMS	, '
23	State hanger\$	573,300
24	Statewide programs	30,236,200
25	State/local airport construction	900,000
26	Federal/state/local airport construction	50,121,000
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1	GROSS APPROPRIATION\$	81,830,500
2	Appropriated from:	
3	DOT-federal aviation administration	66,148,000
4	Local funds	12,617,500
5	State aeronautics fund	3,065,500
6	State general fund/general purpose\$	0
7	COMMUNITY COLLEGES	
8	Construction Projects	
9	Washtenaw community college, center for job skills	
10	education-to complete construction (total cost	
11	not to exceed \$10,100,000 state share including	
12	federal funds not to exceed \$3,000,000)\$	500,000
13	C.S. Mott community college, campus modifications-	
14	to continue construction	1,350,000
15	Grand Rapids junior college/Ferris state university,	
16	occupational education building to complete	
17	construction (total cost not to exceed \$25,386,700-	
18	Ferris state university/state building authority	
19	share \$7,000,000-Grand Rapids junior college	
20	share \$12,286,700-state general fund share	
21	including federal funds \$6,100,000)\$	600,000
22	Highland Park community college educational center	,
23	(repair/renovation of former physical education	
24	center) to complete construction	105,000
25	Property Acquisition	,
26	Northwestern Michigan college-to complete	
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1	acquisition of property for the applied	
2	technology center (total cost not	
3	to exceed \$3,000,000-total state general fund	
4	share \$1,500,000)\$	750,000
5	GROSS APPROPRIATION \$	3,305,000
6	Appropriated from:	
7	State general fund/general purpose\$	3,305,000
8	UNIVERSITIES	,
9	Major Special Maintenance/Remodeling Additions	
10	Central Michigan university, primary electrical	
11	system renovation - to continue construction \$	1,000,000
12	GROSS APPROPRIATION\$	1,000,000
13	Appropriated from:	
14	State general fund/general purpose\$	1,000,000
15	ADJUSTMENTS	,
16	Adjustment for excess unencumbered capital outlay	
17	reserves\$	(25,000,000)
18	GROSS APPROPRIATION\$	(25,000,000)
19	Appropriated from:	
20	State general fund/general purpose\$	(25,000,000)
21	GRANTS	
22	State building authority rent\$	174,681,500
23	GROSS APPROPRIATION\$	174,681,500
24	Appropriated from:	
25	State building authority 3rd party reimbursement	10,000,000
26	State general fund/general purpose\$	164,681,500
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## GENERAL SECTIONS

- Sec. 201. (1) In accordance with the provisions of section 30 of article
- IX of the state constitution of 1963, total state spending from state sources
- in this appropriation act is \$234,944,700.00 and state appropriations to be
- paid to local units of government in section 101 are as follows:
- CAPITAL OUTLAY

14

7	Community colleges\$	6,615,000
8	Department of agriculture - grant-in-aid	250,000
9	Department of natural resources grant-in-aid	600,000
10	Department of natural resources waterways	
11	grants-in-aid	1,042,100
12	State transportation department-state aeronautics	
13	program	2,492,200

(2) When it appears to the principal executive officer of a department that 15 state spending to local units of government will be less than the amount that 16 was projected to be expended for any quarter, the principal executive officer 17 shall immediately give notice of the approximate shortfall to the department of 18 management and budget, the appropriations committees, and the fiscal agencies. 19

10,999,300

- Sec. 202. As used in this act: 20
- "Appropriations committees" means the appropriations committee of the 21 senate and the appropriations committee of the house of representatives. 22
- "Board" means the state administrative board. 23
- "BSF" means the countercyclical economic and budget stabilization fund 24 created in section 351 of the management and budget act, Act No. 431 of the
- Public Acts of 1984, being section 18.1351 of the Michigan Compiled Laws. 26

25

- 1 (d) "Community college" means a junior or community college. Community
  2 college does not include a state agency or university.
- 3 (e) "Department" means the department of management and budget.
- 4 (f) "Director" means the director of the department of management and 5 budget.
- 6 (g) "DAG-forest service" means United States department of agriculture 7 forest service.
- g (h) "DOD" means the United States department of defense.
- 9 (i) "DOI" means the United States department of interior.
- 10 (i) "DOT" means the United States department of transportation.
- 11 (k) "Fiscal agencies" means the house fiscal agency and the senate fiscal 12 agency.
- 13 (1) "HHS-HCFA" means the United States department of health and human
  14 services-health care financing administration.
- (m) "ICF/MR" means intermediate care facilities for the mentally retarded.
- 16 (n) "JCOS" means the joint capital outlay subcommittee of the
- 18 (o) "Self-liquidating project" means a project constructed by a community
- 19 college or university with money raised through the use of a debt instrument,
- 20 which project is expected to generate revenues to amortize the loan; a project
- 21 constructed by a community college or university with money derived from gifts
- 22 or grants; or a project constructed with money of the community college or
- 23 university. A self-liquidating project may or may not be a self-supporting
- 24 project.

25 (p) "Self-supporting project" means a project of a community college or 26 university that will house a function or activity from which revenue is

- 1 generated that will cover all the direct and indirect operating costs of the
- 2 project without the additional transfer of any other general fund money of the
- 3 community college or university.
- 4 (q) "State agency" means an agency of state government. State agency does
- 5 not include a community college or university.
- 6 (r) "University" means a 4-year university supported by the state.
- 7 University does not include a community college or a state agency.
- 8 (s) "Utility system" means a utility supply or distribution system, or a
- 9 combination utility supply and distribution system.
- 10 (t) "VA-DMS" means the United States veterans administration department of
- 11 medicine and surgery.
- 12 DEPARTMENT OF CORRECTIONS
- 13 Sec. 301. (1) Appropriations in section 101 to the department of
- 14 corrections for the construction of new prisons are intended to include the
- 15 construction and equipping of facilities for the Michigan state industries
- 16 program from the fund sources indicated in section 101. The actual cost of
- 17 construction and equipment for permanent Michigan state industries facilities
- 18 commencing with the Scott regional correctional facility and including those
- 19 expenditures in prior fiscal years shall be separately identified by the
- 20 department of management and budget and shall be repaid as provided in this
- 21 section from the correctional industries revolving fund created by the
- 22 correctional industries act, Act No. 15 of the Public Acts of 1968, being
- 23 sections 800.321 to 800.334 of the Michigan Compiled Laws.
- 24 (2) An expenditure for the Michigan state industries program from the
- 25 general fund or BSF shall be repaid to the general fund in annual payments.
- 26 The cost for construction shall be amortized over a 30-year period, and the 04930'90

- 1 cost for fixed equipment shall be amortized over 10 years. A payment is due at
- 2 the end of each fiscal year. For a new facility, the first payment shall be
- 3 based on the portion of the year for which the facility is available for
- 4 occupancy. The interest rate shall be determined annually, shall equal the
- 5 average rate of interest earnings for the common cash fund during that year,
- 6 and shall be on the total outstanding balance of all such repayments less the
- 7 average daily cash balance on hand in the correctional industries revolving
- 8 fund during that year. In the event that all or part of the facility is
- 9 converted to use for a program other than the Michigan state industries
- 10 program, the payment from the correctional industries revolving fund shall be
- 11 terminated or reduced accordingly.
- 12 (3) The department of corrections may defer part or all of a payment
- 13 required by subsection (2). A deferral constitutes an extension of the
- 14 effective repayment schedule with interest to be computed on the unpaid balance.
- 15 Sec. 302. A maximum security prison that is constructed or completed after
- 16 October 1, 1986, shall have operating manned watchtowers, equipped with the
- 17 weaponry, lighting, sighting, and communications devices necessary for
- 18 effective execution of its function. The watchtowers shall be constructed
- 19 pursuant to the American correctional association standards for watchtowers.
- 20 Sec. 303. (1) An appropriation and authorization contained in this act or
- 21 a previous appropriations act for the construction of a new correctional
- 22 facility, including a correctional camp, for which a specific site was not
- 23 identified with the appropriation shall not be expended until approved by JCOS.
- 24 (2) For the purposes of this section, "site" means a city, village,
- 25 township, or county in which a correctional facility or camp may be located.
- 26 Sec. 304. None of the \$1,500,000.00 appropriated in Act No. 134 of the 04930'90

- 1 Public Acts of 1987 for the construction of the Michigan reformatory housing
- 7 unit shall be released until an agreement has been reached between the
- 3 department of corrections and the Ionia county board of commissioners similar
- 4 to commitments and agreements that were given in writing to Detroit, Coldwater,
- 5 and other communities in which prisons have been placed in the 5 fiscal years
- 6 before the fiscal year ending September 30, 1989, or communities in which
- 7 prisons are in the process of being located.
- 8 Sec. 305. None of the \$42,000,000.00 appropriated in Act No. 134 of the
- 9 Public Acts of 1987 for the construction of the Muskegon regional prison shall
- 10 be released until the department of corrections agrees to grant to Muskegon
- 11 county commitments and agreements similar to those given in writing to Detroit,
- 12 Coldwater, and other communities in which prisons have been placed in the 5
- 13 fiscal years before the fiscal year ending September 30, 1989, or communities
- 14 in which prisons are in the process of being located.
- 15 DEPARTMENT OF MANAGEMENT AND BUDGET
- 16 Sec. 401. (1) A contract shall not be let for new construction of a
- 17 self-liquidating project estimated to cost more than \$500,000.00 unless the
- 18 project is authorized by the JCOS. The request for legislative authorization
- 19 shall be initially submitted for review to the JCOS and the department. As
- 20 used in this section, "new construction" includes land or property acquisition,
- 21 remodeling and additions, and maintenance projects. A nonstate funded project
- 22 request shall include a complete use and financing statement as defined by a
- 23 policy adopted by the JCOS. The use and financing statement for
- 24 self-liquidating or self-supporting project shall contain the estimated total
- 25 construction cost and all associated estimated operating costs including a
- 26 statement of anticipated revenues.

- 1 (2) A self-liquidating project that is constructed in violation of this 2 section shall not receive state appropriations for purposes of operating the
- 4 (3) A state agency, including the department of military affairs, shall not
- 5 let a contract for a direct federally funded capital outlay construction or
- 6 major maintenance project that is estimated to cost more than \$250,000.00 and
- 7 is to be constructed on state-owned lands unless the project is approved by the
- 8 department and by the JCOS. For projects over \$250,000.00, the state agency
- 9 shall submit a use and finance statement as required for community colleges and
- 10 universities in subsection (1). As used in this subsection, "direct federally
- 11 funded" means federal payments made directly to the construction vendor and not
- 12 to the state of Michigan.

3

project.

- 13 Sec. 402. (1) A statement of a proposed facility's operating cost shall be
- 14 included with the facility's schematic plans and with the facility's
- 15 preliminary plans when the plans are presented to JCOS for approval.
- 16 (2) Except as otherwise expressly provided, the schematic and preliminary
- 17 planning costs for a project costing \$1,000,000.00 or more, whether authorized
- 18 as a specific planning project or as a line item project, shall be allocated
- 19 only from the lump-sum planning account.
- 20 Sec. 403. (1) In carrying out this act and other acts containing
- 21 appropriations for preliminary studies and planning, repair, maintenance,
- 22 remodeling and additions, fire protection, occupational safety and health act
- 23 requirements, or new construction, the department may obtain appropriated
- 24 operating funds for professional services and administration of projects. For
- 25 professional services, not more than \$600,000.00 shall be obtained by
- 26 appropriate transfers from the project appropriation in the acts for which the d

- 1 epartment furnishes any part or all of the architectural engineering or similar 2 professional services. A project appropriation shall not be charged with an 3 amount greater than the cost for having the services performed by contract. Unused balances for these services shall lapse to the fund from which 5 appropriated and not to the project appropriation. Money may also be 6 transferred from appropriations made in this act to the department for the 7 administration of a special maintenance, remodeling and addition, demolition, fire protection, or occupational safety and health act project. A transfer for this purpose shall not exceed 5% of the amount appropriated for each lump-sum appropriation and is available for 3 complete fiscal years from the beginning of this act's fiscal year after which any unused balance shall lapse. may also be used for administration of projects from line item construction projects for which the department is an agent, but these transfers shall not exceed 1.5% of the amount appropriated for each individual project. Any unused balance from these projects shall not lapse at the end of each fiscal year, but shall carry over into succeeding fiscal years to be used for the purpose 17 authorized. The department shall submit to the appropriations committees, JCOS, and the fiscal agencies a report of these transfers at the end of each 18 19 fiscal year.
- 20 (2) Except as provided in subsection (1) and section 244(1) of the 21 management and budget act, Act No. 431 of the Public Acts of 1984, being 22 section 18.1244 of the Michigan Compiled Laws, an expenditure shall not be made 23 for salaries and wages from any appropriation in this act.
- Sec. 404. A state agency or university shall take steps necessary to make 25 available federal and other money indicated in this act, or to make available 26 federal or other money that may become available for the purposes for which

- 1 appropriations are made in this act, and to use any part or all the
- 2 appropriations to meet matching requirements that are considered to be in the
- 3 best interest of the state, but the purpose, scope, and total estimated cost of
- 4 a project shall not be altered to meet the matching requirements.
- 5 Sec. 405. This act is subject to the management and budget act, Act No.
- 6 431 of the Public Acts of 1984, being sections 18.1101 to 18.1594 of the
- 7 Michigan Compiled Laws.
- Sec. 406. (1) The lump-sum appropriations made in this act for remodeling and additions, special maintenance, major special maintenance, environmental health and safety, demolition, ICF/MR, air-conditioning, and fire protection projects shall be allocated by the director. Community college and university
- 13 formula approved by the JCOS on September 18, 1986, and for the other lump

special maintenance and remodeling and addition funds shall be allocated by the

- 14 sums, in order of program priority and need of the various state agencies or as
- 15 otherwise based on actual building inspection reports by regulatory agencies.
- 16 Regardless of the required \$50,000.00 minimum for special maintenance and
- 17 remodeling and addition allocations, if the amount of money that would be
- 18 allocated to a community college or university under the formula is less than
- 19 \$50,000.00, the amount allocated to the university or community college for
- 20 special maintenance and remodeling and additions shall equal the amount
- 21 allocated under the formula. The director may award or approve the award of
- 22 suitable professional services and construction contracts to study, plan,
- 23 construct, and equip the projects authorized. Construction contracts approved
- 24 by the director shall be awarded to the lowest acceptable bidders after being
- 25 advertised publicly. A project authorized from a lump-sum appropriation has 3
- 26 fiscal years from the beginning of this act's fiscal year for the award of

- 1 contracts after which any unencumbered balance of the appropriation or of any
- 2 allocations made to a project from the appropriation shall revert to the
- 3 general fund. For purposes of this subsection, a balance for a project shall
- 4 not be considered encumbered unless the project is bid.
- 5 (2) A specific allocation or distribution shall not be made to a community
- 6 college or university unless the community college or university submits a
- 7 management plan to the department for allocation or distribution according to
- 8 the formula cited in subsection (1).
- 9 (3) Any remaining balances from allocations made in this section shall
- 10 lapse to the general fund pursuant to the lapsing of lump sums as provided in
- 11 the management and budget act, Act No. 431 of the Public Acts of 1984, being
- 12 sections 18.1101 to 18.1594 of the Michigan Compiled Laws.
- 13 (4) All audits of the auditor general's office shall include a statement as
- 14 to the compliance with allocations or distributions according to the formula
- 15 cited in subsection (1).
- 16 (5) When allocating the appropriations in section 101 for community college
- 17 special maintenance and remodeling and additions, for university special
- 18 maintenance, and for university remodeling and additions, the department shall
- 19 take into consideration similar appropriations contained in other budget acts.
- 20 (6) An amount shall not be expended for a lump-sum project that is over
- 21 \$500,000.00. The \$500,000.00 limitation provided by this subsection is the
- 22 total project cost against which the state share requirements as provided in
- 23 this act, if any, shall be applied.

- 24 (7) Before August 15, 1991, the department shall submit a report to the
- 25 JCOS and the fiscal agencies indicating the total cost and status of all
- 26 lump-sum projects funded under this act and any previous act that have been d

- 1 esignated as proposed, designed, bid, under construction, or completed within
- 2 the current fiscal year.
- 3 (8) A planning project or construction project appropriated for the airport
- 4 program shall be considered the same as a capital outlay account and shall be
- 5 subject to the requirements and restrictions stated in this act relative to all
- 6 capital outlay accounts for construction unless otherwise expressly provided.
- 7 This subsection does not apply to an operating account otherwise established by
- 8 1aw.
- 9 Sec. 407. (1) The department shall provide the JCOS and the fiscal
- 10 agencies with reports as considered necessary relative to the status of each
- 11 planning or construction project financed by the state building authority, by
- 12 this act, or by previous acts.
- 13 (2) Before August 15, 1991, the department shall report to the JCOS and the
- 14 fiscal agencies the following for each construction project other than lump
- 15 sums:
- 16 (a) The account number and name of each construction project.
- 17 (b) The balance remaining in each account.
- 18 (c) The date of the last expenditure from the account.
- 19 (d) The anticipated date of occupancy if the project is under construction.
- 20 (e) The appropriations history for the project.
- 21 (f) The professional service contractor.
- 22 (g) The amount of a project financed with federal funds.
- 23 (h) The amount of a project financed through the state building authority.
- 24 (i) The total authorized cost for the project and the state authorized
- 25 share if different than the total.
- 26 (3) Before August 15, 1991, the department shall report the following for 04930'90

- 1 each project by a state agency, university, and community college that is
- 2 authorized for planning but is not yet authorized for construction:
- 3 (a) The name of the project and account number.
- 4 (b) Whether a program statement is approved.
- 5 (c) Whether schematics are approved by the department.
- 6 (d) Whether preliminary plans are approved by the department.
- 7 (e) The name of the professional service contractor.
- 8 (4) As used in this section, "project" includes appropriation line items
- 9 made for purchase of real estate.
- Sec. 408. (1) This section applies only to projects for community colleges.
- 11 (2) State support is directed towards the remodeling and additions, special
- 12 maintenance, or construction of certain community college buildings. The
- 13 community college shall obtain or provide for site acquisition and initial main
- 14 utility installation to operate the facility. Funding shall be comprised of
- 15 local and state shares, and the state share shall include 50% of any federal
- 16 money awarded for projects appropriated in this act.
- 17 (3) The director shall not recommend to the board the release of any
- 18 planning appropriation, except campus master plans, until the community college
- 19 has submitted a program statement for the project to the director and to the
- 20 JCOS and until the program statement is approved by the director. After th
  - 21 program statement is approved and the planning appropriation is released, the
  - 22 community college shall submit to the director for concurrence by the state the
  - 23 name of the firm proposed to provide professional services.
  - 24 (4) Upon completion of the final planning documents for the project and
- 25 before bidding, the community college shall submit final planning documents to
- 26 the department for its review, approval, and certification that the purpose and

- 1 scope described in the final planning documents do in fact correlate with and 2 reflect the approved preliminary planning documents.
- 3 (5) An expenditure under this act is authorized when the release of the
- 4 appropriation is approved by the board upon the recommendation of the
- 5 director. The director may recommend to the board the release of any
- 6 appropriation in section 101 only after the director is assured that the legal
- 7 entity operating the community college to which the appropriation is made has
- 8 complied with this act and has matched the amounts appropriated as required by
- 9 this act, and the director has received a certified report of the advertised
- 10 competitive bids for the project and the proposed budget based on the amounts
- 11 of the lowest acceptable bids. A release of funds in section 101 shall not
- 12 exceed 50% of the total cost of planning and construction of any project, or of
- 13 any campus master plan, not including lump-sum remodeling and additions and
- 14 special maintenance. Further planning and construction of a project authorized
- 15 by this act shall be in accordance with the purpose and scope as defined and
- 16 delineated in the approved program statements and preliminary planning
- 17 documents. This act is applicable to all projects for which planning
- 18 appropriations were made in previous acts.
- 19 (6) The community colleges shall take the steps necessary to secure
- 20 available federal construction and equipment money for projects funded for
- 21 construction in this act if an application was not previously made. If there is
- 22 a reasonable expectation that a prior year unfunded application may receive
- 23 federal money in a subsequent year, the college shall take whatever action
- 24 necessary to keep the application active. The state share shall be adjusted
- 25 accordingly as provided by this act.
- 26 (7) Not more than 50% of a capital outlay project, not including a lump-sum 04930'90

- 1 special maintenance project or remodeling and addition project, for a community
- 2 college shall be appropriated from state and federal funds.
- 3 Sec. 409. If matching revenues are restricted in an amount less than the
- 4 appropriations contained in this act, the state funds of the appropriation
- 5 shall be reduced in proportion to the amount of matching revenue received.
- 6 Sec. 410. (1) Subject to the provisions of section 242 of Act No. 431 of
- 7 the Public Acts of 1984, being section 18.1242 of the Michigan Compiled Laws,
- 8 the department may expend from the general fund of the state during the fiscal
- 9 year ending September 30, 1991, an amount to meet the cash flow requirements of
- 10 the state building authority projects identified in both section 101 and in
- 11 this section and for the sole acquisition by the state building authority of
- 12 equipment and furnishings for lease to the state as permitted by Act No. 183 of
- 13 the Public Acts of 1964, being sections 830.411 to 830.425 of the Michigan
- 14 Compiled Laws.
- 15 State building authority correctional facilities are listed below. They are
- 16 estimated to cost \$791,270,000.00 with state building authority bonds estimated
- 17 to finance \$661,440,000.00 of the cost. The combined net general fund and BSF
- 18 support is estimated to be \$129,830,000.00 after recognizing set asides for the
- 19 rent and general fund paybacks for the Jackson, Lapeer, Ionia, and Dehoco
- 20 facilities.
- 21 Region 6 (Lenawee county) regional and temporary prison (total cost not to
- 22 exceed \$52,200,000)
- 23 Gratiot temporary facility Gratiot county (total cost not to exceed
- 24 \$10,700,000)
- 25 Huron valley women's correctional facility/support facilities (Washtenaw
- 26 county) (total cost not to exceed \$3,850,000)

- 1 Lapeer regional prison Lapeer county (total cost not to exceed \$36,000,000)
- 2 Jackson regional prison Jackson county (total cost not to exceed
- 3 \$36,000,000)
- 4 Ionia maximum prison Ionia county (total cost not to exceed \$38,000,000)
- 5 Macomb regional prison Macomb county (total cost not to exceed \$47,420,000)
- 6 Oakland regional prison Oakland county (total cost not to exceed
- 7 \$42,000,000)
- 8 Northern Michigan prison Baraga county (total cost not to exceed
- 9 \$42,000,000)
- 10 Detroit regional prisons (2) Wayne county (total cost not to exceed
- 11 \$104,800,000)
- 12 Standish maximum security prison Arenac county (total cost not to exceed
- 13 \$42,000,000)
- 14 Muskegon regional prison Muskegon county (total cost not to exceed
- 15 \$42,000,000)
- 16 Carson city regional prison Montcalm county (total cost not to exceed
- 17 \$48,000,000)
- 18 Region 5 regional prison Saginaw (total cost not to exceed \$42,000,000)
- 19 Kinross regional prison and 2 temporary prisons Chippewa county (total cost
- 20 not to exceed \$63,300,000)
- 21 Western Wayne correctional facility (Dehoco) (total cost not to exceed
- 22 \$27,500,000)
- Close custody prison Manistee county (total cost not to exceed \$42,000,000)
- Camp facilities (total cost not to exceed \$28,000,000)
- 25 Maximum security prison Alger county (total cost not to exceed \$42,000,000)
- 26 Michigan reformatory housing unit Ionia county (total cost not to exceed 04930'90

- 1 \$1,500,000)
- 2 (2) Upon sale of bonds for the projects identified in section 101 and in
- 3 this section, the state building authority shall credit the general fund of the
- 4 state an amount equal to that expended from the general fund.
- 5 (3) For purposes of financing the state building authority projects, the
- 6 state treasurer shall make advances without interest from the general fund as
- 7 necessary to meet cash flow requirements for the projects, which advances shall
- 8 be reimbursed by the state building authority when the investments earmarked
- 9 for the financing of the projects mature.
- 10 (4) In accordance with section 246 of the management and budget act, Act
- 11 No. 431 of the Public Acts of 1984, being section 18.1246 of the Michigan
- 12 Compiled Laws, the total authorized cost for the department of justice consent
- 13 order is \$50,900,000.00 and the total authorized cost for the Hadix consent
- 14 order is \$33,600,000.00.
- 15 (5) The appropriations identified for correctional facilities in section
- 16 101, in Act No. 316 of the Public Acts of 1984, in Act Nos. 108 and 207 of the
- 17 Public Acts of 1985, in Act No. 205 of the Public Acts of 1986, in Act No. 300
- 18 of the Public Acts of 1988, and in Act No. 192 of the Public Acts of 1989 for
- 19 lump-sum prison projects and new prison construction projects may also be
- 20 expended for cash flow of the project costs authorized in subsection (4).
- 21 (6) It is the intention of the legislature that the balance of the bond
- 22 proceeds resulting from the application of house concurrent resolution no. 198
- 23 of 1987 recognizing and approving the bonding of the Lapeer regional, Jackson
- 24 regional, and Ionia maximum security projects is appropriated to finance the
- 25 cash flow of the correctional construction program.
- 26 (7) After enactment of an appropriation by the city of Detroit common 04930'90

- 1 council for a boot camp residential after-care center in an amount not less
- 2 than \$4,000,000, and upon certification to the director by the mayor of the
- 3 city of Detroit, there is appropriated a grant to the city of Detroit from
- 4 funds available in section 101 of this act for the correctional construction
- 5 program and from correctional appropriations identified in subsection (5) to
- 6 provide state participation for the center. The total cost of the project
- 7 (including purchase, demolition and/or remodeling) less \$4,000,000 city funds
- 8 shall equal the amount of the state grant, but in no event to exceed \$3,000,000.
- 9 Sec. 411. (1) The department may expend from the lump-sum special
- 10 maintenance account amounts necessary to demolish any building that is
- 11 specifically authorized by law to be demolished.
- 12 (2) Before July 15, 1991, each state agency, community college, and
- 13 university shall report to the department the status of and planned schedule
- 14 for demolition projects already authorized but not yet started, the estimated
- 15 cost of the projects, and the anticipated sources of finance of the projects.
- 16 Sec. 412. The following planning projects/special studies are subject to
- 17 the provisions of the management and budget act: Planning-
- 18 Bay de Noc community college campus center remodeling
- 19 Macomb community college classroom facility center campus
- 20 Michigan state university Michigan animal agriculture facilities
- 21 Washtenaw community college business education facility
- Wayne state university boiler plants and energy management control systems
- 23 Wayne state university orchestra hall
- 24 DMB expand general services building, secondary complex
- 25 Sec. 413. The planning funds appropriated in section 101 are subject to
- 26 the management and budget act, Act No. 431 of the Public Acts of 1984, being

- 1 sections 18.1101 to 18.1594 of the Michigan Compiled Laws.
- 2 Sec. 414. The appropriation in section 101 to the department of management
- 3 and budget for special maintenance and remodeling and additions projects of
- 4 state agencies may include allocations for the state capitol-house of
- 5 representatives, for the state capitol-senate, and for the state
- 6 capitol-department of management and budget, to upgrade the state capitol
- 7 building.
- 8 Sec. 415. Subject to section 408, a consortium comprised of a community
- 9 college and a university may receive up to 100% of the total project capital
- 10 cost allocated to the participating university if all of the following criteria
- 11 are met and approved by the JCOS and the department:
- 12 (a) The university and the community college have entered into a binding
- 13 consortium joint use agreement for use and maintenance of the facility and for
- 14 the pro rata offset of the community college's and university's future state
- 15 appropriations equal to the straight-line undepreciated balance of th
- 16 university's appropriated capital cost upon termination of the agreement prior
- 17 to the minimum term requirements in subdivision (b). Any appropriation offset
- 18 required by this section shall be structured in a manner so as not to impair
- 19 the rating or repayment of the local funding mechanism.
- 20 (b) The joint use agreement is for a term of not less than 15 years or the
- 21 term of the local funding mechanism, whichever is longer.
- 22 (c) Articulation agreements have been entered into which provide for
- 23 maximum credit transfer and efficient program completion.
- 24 (d) In addition to lower division offerings, the facility will accommodate
- 25 only upper division first professional degree programs not already offered by a
- 26 university currently serving the area.

- (e) There is recognized community and industrial support for the consortium
  2 facility.
- 3 Sec. 416. Federal money collected from the United States veterans'
- 4 administration in excess of the amount appropriated in any fiscal year and any
- 5 unexpended balance at the close of a fiscal year shall be carried forward to
- 6 the following fiscal year to be appropriated statewide for veterans programs.
- y Sec. 417. The department shall not require construction contractors that
- 8 are to be paid with appropriations made pursuant to this act to pay prevailing
- 9 wages as a condition of any bid or contract unless the payment of prevailing
- 10 wages is otherwise specifically required by law.
- 11 Sec. 418. (1) If a capital outlay appropriation is contained in a public
- 12 act that was not reviewed by the JCOS during the legislative process, the
- 13 director shall notify the JCOS of an allotment of that capital outlay
- 14 appropriation not less than 60 days before the allotment.
- 15 (2) For the purposes of this section, "capital outlay appropriation" means
- 16 an appropriation that provides for the construction, renovation, or repair of a
- 17 capital facility or acquisition or development of land, which appropriation is
- 18 normally reviewed by the JCOS.
- 19 Sec. 419. From a capital outlay appropriation authorizing the completion
- 20 of final plans and start of construction, or an appropriation to complete plans
- 21 and construction, the department shall reimburse the lump-sum planning account
- 22 an amount equal to the releases made from the lump-sum planning account for
- 23 studies, schematic plans, or preliminary plans for that project, after the JCOS
- 24 has approved the project for final planning and start or completion of
- 25 construction. This section only applies to new construction projects
- 26 authorized for start of construction for the fiscal year beginning October 1,

- 1 1988.
- 2 Sec. 420. The appropriation in section 101 for state building authority
- 3 rent may also be expended for 1 or more of the following purposes:
- 4 (a) Payment of the required premiums for insurance on facilities owned by
- 5 the state building authority.
- 6 (b) Payment of costs that may be incurred as the result of any deductible
- 7 provisions in the insurance policies purchased in accordance with subdivision
- 8 (a).
- 9 (c) To the extent the amount appropriated in section 101 for state building
- 10 authority rent is insufficient for payment of amounts required by subdivision
- 11 (b), there is appropriated from the general fund of the state the amount
- 12 necessary to satisfy those deductible provisions.
- 13 Sec. 421. It is the intention of the legislature that the university of
- 14 Michigan take the necessary actions to ensure that eligible interest
- 15 reimbursements from third party providers are made available to the state to
- 16 satisfy part of the amount appropriated for the university of Michigan adult
- 17 general hospital facility rent appropriation of \$27,917,000.00 contained within
- 18 the state building authority rent appropriation in section 101. To the extent
- 19 of a difference between the estimated and actual amount received, there is
- 20 appropriated from the general fund of the state the amounts necessary to
- 21 satisfy the hospital rental requirements of the state building authority's 1986
- 22 revenue refunding bonds, series I. To the extent payments made to the state by
- 23 the university of Michigan are required to be reimbursed pursuant to the
- 24 agreement with the university of Michigan, there is appropriated from the
- 25 general fund the amount necessary for such reimbursement.
- 26 Sec. 422. If the JCOS approves, the department, for purposes of 04930'90

- 1 administrative and fiscal efficiency, may consolidate or discontinue federal
- 2 surplus property warehouses administered pursuant to Act No. 139 of the Public
- 3 Acts of 1961, being sections 18.251 to 18.261 of the Michigan Compiled Laws.
- 4 Sec. 423. (1) With preliminary planning documents, the director shall
- 5 submit to the JCOS for approval a formula to allocate, between the state and a
- 6 university or community college that will benefit from a utility system that is
- 7 authorized for planning, the capital costs of the utility system. The formula
- 8 shall be based on, but is not limited to, the following factors, which shall be
- 9 determined by the director and approved by the JCOS, on an individual basis for
- 10 a university or community college eligible for funding:
- 11 (a) Definitions of "educational use space" and "noneducational use space"
- 12 at the university or community college authorized for the planning of a utility
- 13 system.
- 14 (b) A calculation of the ratio of the volume of noneducational use space to
- 15 the volume of the total space to be served by the utility system, or other
- 16 suitable measures of benefit, such as metered utility usage data.
- 17 (c) A recommendation on the distribution of the costs of a proposed utility
- 18 system based on the ratio of the volume of noneducational use space to the
- 19 volume of the total space to be served by the utility system, or other suitable
- 20 measures of benefit.
- 21 (2) The calculations under the allocation formula designed as required
- 22 under subsection (1) are subject to certification by the auditor general as to
- 23 their accuracy.
- 24 (3) Money from an appropriation for a utility system that benefits a
- 25 university or community college shall not be released until all of the
- 26 following occur:

- 1 (a) The provisions of section 246 of the management and budget act, Act No.
- 2 431 of the Public Acts of 1984, being section 18.1246 of the Michigan Compiled
- 3 Laws, are satisfied.
- 4 (b) The department delivers to the JCOS a recommendation regarding the
- 5 allocation of costs.
- 6 (c) The JCOS approves the recommendation.
- 7 Sec. 424. The appropriation contained in section 101 as a grant-in-aid to
- 8 the Saginaw soil conservation service for the Flint river flooding
- 9 contamination on September 6, 1985, shall be utilized to assist with dike
- 10 restoration and construction; land acquisition; river dredging; and other
- 11 structure restorations within the townships of Albee, Bridgeport, Spaulding,
- 12 and Taymouth in the county of Saginaw.
- 13 Sec. 425. (1) Before money is released for the construction of a capital
- 14 outlay project costing over \$500,000.00, the department may be required by the
- 15 JCOS to submit to the JCOS, with preliminary planning documents, a detailed
- 16 comparative cost analysis. The cost analysis shall include a comparison of the
- 17 financial and other benefits of construction, financing, operation, and
- 18 maintenance of the proposed facility between all of the following:
- 19 (a) The state.
- 20 (b) The private sector.
- 21 (c) A combination of the state and the private sector.
- 22 (d) A lease agreement.
- 23 (2) If the department's recommendation for financing is inconsistent with
- 24 the findings of the comparative cost analysis, the department shall present
- 25 written documentation to the JCOS outlining the rationale for the
- 26 recommendation.

- 1 (3) For purposes of this section, "capital outlay project" means a
- 2 construction project requiring JCOS approval including, but not limited to, a
- 3 general office facility, special use facility, warehouse, institutional
- 4 facility, or utility system designed for use by a state agency or university.
- 5 "Capital outlay project" does not include a special maintenance and remodeling
- 6 project, a grant-in-aid project, a prison facility, a legislative facility, a
- 7 judicial facility, a community college facility, or a self-liquidating facility
- 8 constructed by a university.
- 9 Sec. 426. The appropriations in section 101 for the Michigan state
- 10 university T.B. Simon power plant addition and renovation, the Saginaw valley
- 11 state university central heating and cooling plant, and the department of
- 12 mental health/western Michigan university Kalamazoo regional psychiatric
- 13 hospital power plant refurbishment are conditional pending the findings of a
- 14 utility needs study authorized by the JCOS on May 25, 1989.
- 15 Sec. 427. The negative appropriation adjustment for excess unemcumbered
- 16 reserves in section 101 of this act represents unspent balances of appropriated
- 17 capital outlay funds. At the end of the fiscal year, the department of
- 18 management and budget, office of facilities, shall identify unspent
- 19 appropriations sufficient to satisfy the adjustment. These recovered funds
- 20 will be appropriated in future capital outlay acts to complete the project
- 21 funding.
- 22 DEPARTMENT OF MENTAL HEALTH
- 23 Sec. 501. The appropriation in section 101 to the department for the
- 24 department of mental health for major special maintenance and remodeling and
- 25 addition projects, including air-conditioning projects, is subject to review
- 26 and approval by the director of an annual plan. The plan shall include an

- 1 outline of each project to be undertaken as a result of this appropriation,
- 2 project cost, a description of the work that is involved, and an explanation of
- 3 the impact the project has on the operating program. A copy of the plan, as
- 4 approved, shall be given to the JCOS and the fiscal agencies.
- 5 DEPARTMENT OF NATURAL RESOURCES
- 6 Sec. 601. The appropriation made in this act for the harbor and docks
- 7 program is for the purpose of participating with the federal government and
- 8 assisting political entities and subdivisions of this state in the construction
- 9 and improvement of recreational boating facilities within this state. Subject
- 10 to the approval of the board, this money shall be allocated by the department
- 11 of natural resources to the federal government, or to the political entities or
- 12 local units of government involved in the particular projects. An allocation
- 13 shall not exceed the state portion as listed with each project description.
- 14 The department of natural resources shall take the steps necessary to match
- 15 federal money available for the construction and improvement of recreational
- 16 boating facilities within this state, and to meet requirements of the federal
- 17 government.
- 18 Sec. 602. (1) Before August 15, 1991, the department of natural resources
- 19 shall report to the JCOS the status of each project that received an
- 20 appropriation in any capital outlay act, if the project is either not completed
- 21 or has a balance remaining in its account. The report shall be in the same
- 22 form and contain the information as required under section 407. The repor
- 23 shall be separated into the following areas, by fund sources:
- 24 (a) Waterways projects.
- 25 (b) Urban recreation projects.
- 26 (c) State park projects.

- 1 (d) Wildlife and fisheries projects.
- 2 (e) Other projects.
- 3 (2) A project request for reauthorization by the department of natural
- 4 resources shall also be identified within the report prescribed by subsection
- 5 (1). These reauthorization requests shall identify the subsection number of
- 6 section 248 of the management and budget act, Act No. 431 of the Public Acts of
- 7 1985, being section 18.1248 of the Michigan Compiled Laws, that provides the
- 8 reason and justification for the requested reauthorization.
- 9 (3) A project shall be reauthorized if approved by the JCOS after review by
- 10 the department.
- 11 STATE TRANSPORTATION DEPARTMENT
- Sec. 701. (1) From federal-state-local project appropriations contained in
- 13 section 101 for the purpose of assisting political entities and subdivisions of
- 4 this state in the construction and improvement of publicly used airports and
- 15 landing fields within this state, the state transportation department may
  - 6 permit the award of contracts on behalf of units of local government for the
- 17 authorized locations not to exceed the indicated amounts of which the state
- 18 allocated portion shall not exceed the amount appropriated in section 101.
- 19 (2) Political entities and subdivisions shall provide not less than 5% of
- 20 the cost of any project under this section. State money shall not be allocated
- 21 until local money is allocated, and state money for any location shall not
  - 2 exceed 1/3 of the total appropriation from state aeronautics funds.
- 23 (3) The state aeronautics commission may take those steps necessary to
- 24 match federal money available for airport construction and improvement within
- 25 this state, and to meet the matching requirements of the federal government.
- 26 Whether acting alone or jointly with another political subdivision or with the

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- 1 state, a political subdivision or another public agency of this state shall not
- 2 submit to any agency of the federal government a project application for
- 3 airport planning or development unless it is authorized in this act and the
- 4 project application is approved by the governing body or bodies of the
- 5 political unit or units making the application, and by the state aeronautics
- 6 commission.
- 7 Sec. 702. The state transportation department shall notify the JCOS 30
- 8 days prior to the allocation of federal/local airport discretionary
- 9 contingencies appropriations authorized in section 101.
- Sec. 703. (1) Before August 15, 1991, the state transportation department
- 11 shall report to the JCOS the status of each project that received an
- 12 appropriation in any capital outlay act, if the project is either not completed
- 13 or has a balance remaining in its account. The report shall be in the same
- 14 form and contain the information as required under section 407. The report
- 15 shall be separated into the following areas:
- 16 (a) Highway programs:
- 17 (i) Lump sums.
- 18 (ii) Construction.
- 19 (b) Airport programs:
- 20 (i) Lump sums.
- 21 (ii) Construction.
- 22 (2) A project request for reauthorization by the the state transportation
- 23 department shall also be identified within the reports prescribed by subsection
- 24 (1). These reauthorization requests shall identify the subsection number of
- 25 section 248 of the management and budget act, Act No. 431 of the Public Acts of
- 26 1985, being section 18.1248 of the Michigan Compiled Laws, that provides the

- 1 reason and justification for the requested reauthorization.
- 2 (3) A project shall be reauthorized if approved by the JCOS after review by
- 3 the department.