## SUBSTITUTE FOR HOUSE BILL NO. 5656

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

(MCL 18.1101 to 18.1594) by adding section 237c.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 237c. (1) When entering into a contract with an
- 2 architect, professional engineer, or contractor for any capital
- 3 outlay project, capital improvement, or facility, the department
- 4 shall not require the architect, professional engineer, or
- 5 contractor to assume any liability or indemnify this state for
- 6 any amount greater than the degree of fault of the architect,
- 7 professional engineer, or contractor.
- 8 (2) As used in this section, "contractor" means a person who,
- 9 pursuant to a contract with the owner or lessee of real property,
- 10 provides an improvement to real property.