

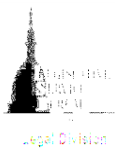
HOUSE BILL NO. 4289

March 05, 2019, Introduced by Reps. Markkanen, LaFave, Cambensy, Paquette, Bellino, Allor, Berman and Wozniak and referred to the Committee on Transportation.

A bill to amend 1984 PA 431, entitled
"The management and budget act,"
by amending section 267 (MCL 18.1267), as amended by 2016 PA 245.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 267. (1) The department shall issue directives to provide
2 for the disclosure, transfer, and disposal of surplus personal
3 property of state agencies. Except as otherwise provided in
4 subsection (4), the department may dispose of surplus personal
5 property by donating the surplus personal property to a nonprofit



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1 entity, or selling it to a unit of local government, or selling it
2 at a public sale.

3 (2) The department may sell surplus personal property at fair
4 market value. The department may also exchange surplus personal
5 property for goods and services at fair market value with a private
6 company that is contracted to provide state services, and the
7 surplus personal property is essential to providing those services.

8 (3) The department may pay necessary costs incurred in the
9 conduct of the transfers or sale of surplus personal property
10 including the necessary warehousing and reconditioning costs from
11 the proceeds of the sale or by assessing a handling fee for surplus
12 personal property being donated.

13 (4) Beginning October 1, 2016, prior to donating, disposing
14 of, or selling surplus snow removal equipment or surplus road
15 construction or maintenance equipment that was owned by the state
16 transportation department, the department shall make that equipment
17 available for sale at fair market value to local road agencies in
18 this state. **However, beginning October 1, 2019, the department**
19 **shall make that equipment available for sale at 50% of the fair**
20 **market value to local road agencies in this state.** The department
21 shall issue directives to implement this subsection. As used in
22 this subsection, "local road agencies" means a local road agency as
23 that term is defined in section 9a of 1951 PA 51, MCL 247.659a.

