

MINUTES OF THE JOINT CAPITAL OUTLAY SUBCOMMITTEE

Thursday, May 12, 2011

9:00 a.m.

Room 352, State Capitol

The Joint Capital Outlay Subcommittee was called to order by the Chair, Representative Eileen Kowall

Members present: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Jansen, Moolenaar, Green, Hood and Anderson

Members absent/excused: Representative Jackson

Senator Booher moved to excuse absent members. There being no objection, absent members were excused.

Representative Goike moved to approve the minutes of February 24, 2011.

There being no objection, the motion prevailed by unanimous consent.

The Chair laid Lease Number 11553 before the committee:

The State reviewed the option of refinancing the project with State Building Authority (SBA) bonds, however, the SBA Act requires a fair market rental by an independent appraiser which would have caused a higher annual rental, shorter term, and use of bond capacity. They also reviewed the possibility of a third-party sales-leaseback. However, the state determined this option was also more costly.

Robin Risko from the House Fiscal Agency explained and answered questions regarding the transfer.

The Chair laid the transfer for Selfridge, Macomb County, Seawall Repairs, Storm Water Management Upgrades, and New Entrance and Parking Improvements before the committee:

This transfer will allow the Department of Natural Resources and Environment to complete planned upgrades at the Selfridge Boating Access Site on Lake St. Clair. The boating access site is a state-owned facility and is located in Macomb County. A capital outlay appropriation was provided in the FY 2011 DNRE appropriations act for repair of the seawall. Additional funding is needed because of the extent of seawall repairs needed, the need for required safety railing, and to cover increased asphalt paving costs. Excess federal authority is available and is being transferred from the infrastructure improvements Lump Sum appropriation within the Waterways Boating Program to accommodate the additional needs of the Selfridge project (\$150,000). The transfer of Michigan State Waterways Fund authority represents the required state match of 25% (\$50,000).

Robin Risko from the House Fiscal Agency explained and answered questions regarding the transfer.

Senator Booher moved that the Selfridge, Macomb County, Seawall Repairs, Storm Water Management Upgrades, and New Entrance and Parking Improvements transfer be approved.

The motion prevailed by a vote of 10-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

The Chair laid before the committee HCR's 15- 25:

HCR 15 Kowall A concurrent resolution approving a decrease in Total Project Cost and approving a lease between the State of Michigan (the "State") and the State Building Authority (the "Authority") relative to the Department of Management and Budget State Facility Preservation Projects-Phase I and Phase II Group E Special Maintenance Projects (the "Facility").

HCR 16 Kowall A concurrent resolution approving a decrease in the Total Project Cost and approving a lease between the State of Michigan (the "State") and the State Building Authority (the "Authority") relative to the Department of Technology, Management and Budget State Facility Preservation Projects-Phase I and II Group F Van Wagoner Building (the "Facility").

HCR 17 Kowall A concurrent resolution approving a decrease in Total Project Cost and approving a lease between the State of Michigan (the "State") and the State Building Authority (the "Authority") relative to the Department of Technology, Management and Budget State Facility Preservation Projects-Phase I and II Group G Special Maintenance Projects (the "Facility").

HCR 18 Kowall A concurrent resolution approving a lease between the State of Michigan and the State Building Authority relative to the Department of Technology, Management and Budget State Facility Preservation Projects-Phase I and II Group H Special Maintenance Projects (the "Facility").

HCR 19 Kowall A concurrent resolution approving the conveyance of property to the State Building Authority and approving a lease between the State of Michigan and the State Building Authority relative to the Department of Technology, Management and Budget State Facility Preservation

Projects-Phase I and Phase II Group I Michigan Library and Historical Center (the "Facility").

HCR 20 Kowall A concurrent resolution approving a lease between the State of Michigan and the State Building Authority relative to the Department of Technology, Management and Budget State Facility Preservation Projects-Phase III Group O Special Maintenance Projects (the "Facility").

HCR 21 Kowall A concurrent resolution approving the conveyance of property to the State Building Authority and approving a lease between the State of Michigan and the State Building Authority relative to the Department of Technology, Management and Budget State Facility Preservation Projects-Phase III Group N Huron Valley Food Service Building.

HCR 22 Kowall A concurrent resolution approving the conveyance of property to the State Building Authority and approving a lease between the State of Michigan and the State Building Authority relative to the Department of Technology, Management and Budget State Facility Preservation Projects-Phase II and III Group M Maxey Transition (Green Oaks Addition, Huron Center and Woodland Infirmary).

HCR 23 Kowall A concurrent resolution approving a lease between the State of Michigan and the State Building Authority relative to the Department of Technology, Management and Budget State Facility Preservation Projects-Phase I and III Group L Maxey Special Maintenance Projects ("the Facility").

HCR 24 Kowall A concurrent resolution approving the conveyance of property to the State Building Authority and approving a lease between the State of Michigan and the State Building Authority relative to the Department of Technology, Management and Budget State Facility Preservation Projects-Phase III Group K Huron Valley Drop Ship Building and Sewage Pump Station.

HCR 25 Kowall A concurrent resolution approving a lease between the State of Michigan and the State Building Authority relative to the Department of Technology, Management and Budget State Facility Preservation Projects-Phase I, II, and III Group J Huron Valley Special Maintenance Projects (the "Facility").

Robin Risko from the House Fiscal Agency explained and answered questions regarding the House Concurrent Resolutions.

Senator Green moved to approve HCR 15.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Boohar, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Senator Boohar moved to approve HCR 16.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Boohar, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Senator Boohar moved to approve HCR 17.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Boohar, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 18.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Boohar, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 19.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 20.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 21.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 22.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 23.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 24.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 25.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

The Chair laid before the committee HCR's 13 and 14:

HCR 13 Rendon A concurrent resolution approving the conveyance of property to the State Building Authority and approving a lease among the State of Michigan, the State Building Authority, and Kirtland Community College relative to the Kirtland Community College Well Water System Upgrade.

HCR 14 Kowall A concurrent resolution approving the conveyance of property to the State Building Authority and approving a lease among the State of Michigan, the State Building Authority, and Oakland University relative to the Oakland University Human Health Building.

Robin Risko from the House Fiscal Agency explained and answered questions regarding the House Concurrent Resolutions.

Senator Booher moved to approve HCR 13.

The motion prevailed by a vote of 11-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 14.

The motion prevailed by a vote of 12-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Jansen, Green, Hood and Anderson.

Nays: None

Pass: None

The Chair laid before the committee HCR's 26 and 27:

HCR 26 Huuki A concurrent resolution approving the conveyance of property to the State Building Authority and approving a lease among the State of Michigan, the State Building Authority, and Michigan Technological University relative to the Michigan Technological University Great Lakes Research Center.

HCR 27 Ouimet A concurrent resolution approving the conveyance of property to the State Building Authority and approving a lease among the State of Michigan, the State Building Authority, and Eastern Michigan University relative to the Eastern Michigan University Pray-Harrold Hall Renovations

Robin Risko from the House Fiscal Agency explained and answered questions regarding the House Concurrent Resolutions.

Representative Goike moved to approve HCR 26.

The motion prevailed by a vote of 13-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Booher, Schuitmaker, Jansen, Moolenaar, Green, Hood and Anderson.

Nays: None

Pass: None

Representative Goike moved to approve HCR 27.

The motion prevailed by a vote of 13-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Boohar, Schuitmaker, Jansen, Moolenaar, Green, Hood and Anderson.

Nays: None

Pass: None

The Chair returned to Lease Number 11553 which was already before the committee:

Senator Boohar moved that Lease Number 11553 be approved.

The motion prevailed by a vote of 13-0-0.

FAVORABLE ROLL CALL:

Yeas: Representatives Kowall, Goike, Genetski, Potvin, Pscholka, McCann, Senators Boohar, Schuitmaker, Jansen, Moolenaar, Green, Hood and Anderson.

Nays: None

Pass: None

There being no further business before the subcommittee and seeing no objection, the Chair adjourned the meeting, the time being 9:35 a.m.

Representative Eileen Kowall, Chairperson _____

Ben Williams Jr., Committee Clerk, (517) 373-1988

35 Minutes