## SENATE BILL NO. 610

June 12, 1997, Introduced by Senator STILLE and referred to the Committee on Local, Urban and State Affairs.

A bill to amend 1984 PA 431, entitled "The management and budget act," by amending section 261 (MCL 18.1261), as amended by 1993 PA 46.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 261. (1) The department shall provide for the purchase
- 2 of, the contracting for, and the providing of supplies, materi-
- 3 als, services, insurance, utilities, third party financing,
- 4 equipment, printing, and all other items as needed by state agen-
- 5 cies for which the legislature has not otherwise expressly
- 6 provided. In all purchases made by the department, all other
- 7 things being equal, preference shall be given to products manu-
- 8 factured or services offered by Michigan-based firms, if consis-
- 9 tent with federal statutes. The department shall solicit
- 10 competitive bids from the private sector whenever practicable to
- 11 efficiently and effectively meet the state's needs. The

00005'97 JLB

- 1 department shall first determine that competitive solicitation of
- 2 bids in the private sector is not appropriate before it shall use
- 3 any other procurement method for an acquisition.
- 4 (2) The department shall make all discretionary decisions
- 5 concerning the solicitation, award, amendment, cancellation, and
- 6 appeal of state contracts.
- 7 (3) The department shall utilize competitive bidding for all
- 8 purchases authorized pursuant to subsection (1) unless the
- 9 department has determined that another procurement method is in
- 10 the state's best interests.
- 11 (4) The department may delegate its procurement authority to
- 12 other state agencies within dollar limitations and for designated
- 13 types of procurements. The department may withdraw delegated
- 14 authority upon a finding that a state agency did not comply with
- 15 departmental procurement directives.
- 16 (5) The department may enter into lease purchases or
- 17 installment purchases for periods not exceeding the anticipated
- 18 useful life of the items purchased unless otherwise prohibited by
- **19** law.
- 20 (6) The department shall issue directives for the procure-
- 21 ment, receipt, inspection, and storage of supplies, materials,
- 22 and equipment, and for printing and services needed by state
- 23 agencies. The department shall provide standard specifications
- 24 and standards of performance applicable to purchases.
- 25 (7) The department may enter into a cooperative purchasing
- 26 agreement with 1 or more other states or public entities for the

- 1 purchase of goods, including, but not limited to, recycled goods,
- 2 and services necessary for state programs.
- 3 (8) THE DEPARTMENT SHALL NOT DO ANY OF THE FOLLOWING:
- 4 (A) REQUIRE A PERSON WHO BIDS ON OR IS AWARDED A STATE CON-
- 5 TRACT TO HAVE AN AFFIRMATIVE ACTION PLAN IN PLACE.
- 6 (B) CONSIDER THE FACT THAT AN AFFIRMATIVE ACTION PLAN EXISTS
- 7 OR DOES NOT EXIST AS A FACTOR IN AWARDING A STATE CONTRACT.

00005'97 Final page.

JLB