SUBSTITUTE FOR

SENATE BILL NO. 150

A bill to amend 1994 PA 451, entitled "Natural resources and environmental protection act," by amending sections 78106, 78108, 78110, 78115, and 79112 (MCL 324.78106, 324.78108, 324.78110, 324.78115, and 324.79112), sections 78106, 78108, and 79112 as added by 1995 PA 58 and section 78110 as amended and section 78115 as added by 1998 PA 210.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 78106. The local units of government of this state,
 within the jurisdiction of which are situated inland waterways
 connected with or connecting the waters of the Great Lakes, or
 within which channels to nearby inland lakes and streams may be
 constructed or opened for navigation and shelter of light draft
 vessels, <u>are authorized</u> may by majority vote of their
 respective legislative bodies <u>, to</u> enter into contracts and

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agreements with the department in <u>the accomplishment of</u>
 carrying out the purposes <u>set forth in</u> of this part. In
 addition, the public colleges and universities of the state may
 enter into contracts and agreements with the department in
 carrying out the purposes of this part.

6 Sec. 78108. (1) The department is authorized to take such
7 action may do 1 or more of the following:

8 (a) Take actions as may be necessary to provide the finances
9 required of local agencies and public colleges and universities
10 as condition for United States' participation in any project in
11 which the department is empowered to act. and to use

12 (b) Use any part or all of the appropriation and funds 13 otherwise available to meet <u>such part</u> the portion of the 14 requirement of local participation as the department considers 15 proper. <u>, and to enter</u>

(c) Enter into agreements with any public college or
university or political subdivision of the state in connection
with participation with the United States in any project in which
the department is empowered to act —, and <u>to</u> provide <u>such</u>
adjustments which in the judgment of the department are
considered to be in the best interest of the state.

(2) The department may enter into any contract or agreement
with the army corps of engineers of the United States, or any
other agency or instrumentality of the United States for the
dredging of harbors, the erection of breakwaters, piers or any
other device for the protection of vessels, and may do any act or
enter into any contract or agreement desirable in implementing

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this part. The department <u>is further authorized to</u> may take
 such steps as may be necessary to take advantage of any act of
 congress <u>enacted which</u> that may be of assistance in carrying
 out the purposes of this part.

5 Sec. 78110. (1) The Michigan state waterways fund is created in the state treasury. The fund shall be administered by 6 the state treasurer and shall be used by the department solely 7 for the construction, operation, and maintenance of recreational 8 boating facilities, the acquisition of property for the purposes 9 of this part, for grants to local units of government and public 10 colleges or universities to acquire and develop harbors of refuge 11 12 and public boating access sites under section 78115, and for the administration of this part. The fund shall receive such 13 14 revenues as the legislature may provide.

15 (2) The Michigan harbor development fund is created in the 16 state treasury. The fund shall be administered by the state 17 treasurer and shall be used by the department solely for the 18 purposes provided in part 791 and for the administration of that 19 part. The fund shall receive revenues as provided in part 791 20 and such other revenues as the legislature may provide.

Sec. 78115. (1) The department shall establish a public boating access sites grant program. The grant program shall provide funding with money in the Michigan state waterways fund to local units of government and public colleges or universities for all or a portion of the cost of either or both of the following:

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(a) The acquisition of land for the establishment of a public

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1 boating access site.

2 (b) The cost of developing a public boating access site.
3 (2) A grant under subsection (1)(a) may be used as <u>a local</u>
4 unit of government's the required match by a local unit of
5 government or a public college or university under part 19 or
6 another state or federal program.

7 (3) A local unit of government or a public college or 8 **university** receiving a grant under subsection (1)(b) must agree 9 to operate the public boating access site in accordance with the department's operational requirements. The operational 10 11 requirements shall be included within a grant agreement that is 12 entered into by the grant recipient and the department. The 13 grant agreement may contain, but need not be limited to, 1 or 14 more of the following provisions as required by the department: 15 (a) Any net revenues accruing from the operation of the public boating access site shall be separately accounted for and 16 17 reserved in a restricted fund by the grantee for the future maintenance or expansion of the public boating access site or, 18 with the approval of the department, the construction of other 19 20 recreational boating facilities. Unless otherwise provided in 21 the grant agreement or otherwise authorized in writing by the department, if a fee is charged for the use of the public boating 22 23 access site, the fee shall be the same as the fee rates set by

24 the department.

(b) Unless otherwise provided in the grant agreement or
otherwise authorized in writing by the department, the public
boating access site and any facilities constructed for use in

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conjunction with the public boating access site shall be reserved
 by the grantee exclusively for the use or rental, on a daily
 basis, of recreational watercraft.

4 (c) Unless otherwise provided in the grant agreement or 5 otherwise authorized in writing by the department, commercial 6 operations of any type shall not be permitted to regularly use 7 the public boating access site or any of the facilities 8 constructed for use in conjunction with the public boating access 9 site.

10 (d) The public boating access site and any facilities 11 constructed for use in conjunction with that public boating 12 access site shall be open to the public at all times on equal and 13 reasonable terms.

(4) A local unit of government or a public college or
university that wishes to be considered for a grant under this
section shall submit an application to the department in a manner
prescribed by the department and containing the information
required by the department.

19 Sec. 79112. The department may enter into lease agreements 20 for purposes of this part with 1 or more local units of government or public colleges or universities acting jointly with 21 the department as a lessor. Revenue from each lease shall be 22 23 apportioned according to the proportional share of the investments made by the department and the local unit or units of 24 government or public colleges or universities in the construction 25 26 of nonrevenue-producing harbor facilities and in consideration of 27 the relative land investments of the entities.

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