

# SENATE BILL No. 1261

April 17, 2008, Introduced by Senators GARCIA, GLEASON, CROPSEY and PRUSI and referred to the Committee on Economic Development and Regulatory Reform.

A bill to amend 2006 PA 317, entitled

"An act to create certain centers in the Michigan strategic fund; to impose certain duties and responsibilities on those centers and on certain state employees and public employees; and to repeal acts and parts of acts,"

by amending section 2 (MCL 125.1972).

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 2. (1) The defense contract coordination center is  
2       created in the Michigan strategic fund. The board of the Michigan  
3       strategic fund may delegate those functions and authority that the  
4       board considers necessary or appropriate as provided in section 5  
5       of the Michigan strategic fund act, 1984 PA 270, MCL 125.2005.

6       (2) The center shall do all of the following:

7       (a) Focus solely on job creation and job retention from  
8       business opportunities associated with the procurement technical

1 assistance center for homeland security and defense contracts and  
2 contracts related to homeland security and defense.

3 (b) Coordinate with procurement technical assistance centers  
4 in this state to maximize homeland security and defense business  
5 opportunities for small businesses and small business innovation  
6 research programs located in this state.

7 (c) Give priority to bring homeland security and defense  
8 business opportunities to municipalities hardest hit by  
9 manufacturing layoffs.

10 (d) Set a performance objective of increasing defense and  
11 homeland security contracts awarded to businesses located in this  
12 state by 25% by the time this act is repealed.

13 (e) Provide resources needed to meet the performance objective  
14 described in subdivision (d) within 1 year of the date this act is  
15 enacted.

16 (f) Coordinate center efforts with programs funded with  
17 proceeds from the 21st century jobs trust fund under the Michigan  
18 trust fund act, 2000 PA 489, MCL 12.251 to 12.260, and other  
19 initiatives that are targeted toward commercialization activities  
20 related to homeland security and defense research and development  
21 in higher education institutions, research centers, and other  
22 businesses working in the homeland security and defense arena.

23 (g) Coordinate with businesses and nonprofit organizations  
24 located in this state for the purposes of maximizing homeland  
25 security and defense business opportunities.

26 (3) The center shall hire an executive director and a support  
27 person to operate the center. Additional staff may be hired once a

1 business plan has been developed and approved by the board of the  
2 Michigan strategic fund. The development plan ~~shall~~**MAY** include the  
3 percentage of funds used for grants, loans, and operating expenses.

4 (4) The defense contract coordination center may exercise  
5 those powers, privileges, and authorities that the Michigan  
6 strategic fund and local public agencies share in common and that  
7 each might exercise separately. The shared power, privilege, or  
8 authority shall be exercised by a public body corporate created  
9 under section 28 of article VII of the state constitution of 1963  
10 and the urban cooperation act of 1967, 1967 (Ex Sess) PA 7, MCL  
11 124.501 to 124.512, by a contractual interlocal agreement effective  
12 April 5, 1999 between local participating economic development  
13 corporations formed under the economic development corporations  
14 act, 1974 PA 338, MCL 125.1601 to 125.1636, and the Michigan  
15 strategic fund.

16 (5) The center shall not use any state funds to construct or  
17 renovate a building for its own use.