

# HOUSE BILL No. 6034

November 27, 2012, Introduced by Rep. McMillin and referred to the Committee on Oversight, Reform, and Ethics.

A bill to require private entities that receive public funds to post certain information on a publicly accessible website; to require public entities to obtain a compliance statement before transferring public funds to private entities; and to establish the thresholds for applying posting and statement requirements to transfers of public funds to private entities.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 1. (1) A nonpublic entity, whether for-profit or  
2       nonprofit, that receives \$1,000,000.00 or more in public funds  
3       during a fiscal year shall post all of the following information  
4       for that fiscal year on a website that is accessible by the public:

1 (a) Any union contracts it has entered into that are in force.

2 (b) Its certified financial statement.

3 (c) The dollar cost of the compensation and benefits  
4 identified to each of its 10 most highly compensated employees or  
5 officers.

6 (d) Any contract it enters into that has a value of \$25,000.00  
7 or more.

8 (2) A public entity in this state shall not transfer public  
9 funds with a value of \$100,000.00 or more to a nonpublic entity in  
10 a fiscal year unless the nonpublic entity provides a written  
11 statement that it will post information in compliance with  
12 subsection (1) if the cumulative amount of public funds the  
13 nonpublic entity receives from all public entities in this state  
14 during a fiscal year exceeds \$1,000,000.00.

15 (3) As used in this section, "public funds" means money or  
16 property to which all of the following apply:

17 (a) It is a grant or other gratuitous transfer.

18 (b) It is received from this state, a unit of local government  
19 of this state, or another public entity in this state that receives  
20 its funding primarily from state or local government fees or taxes.

21 (c) It is not money or property the public entity transfers  
22 under a contract in exchange for goods or services.

23 (d) It is not a loan that the recipient is bound to repay.