

Fiscal Analysis

STATE BUILDING AUTHORITY LEASE



Bill/Sponsor **HOUSE CONCURRENT RESOLUTION 21 (as introduced)**, Rep. Scott Shackleton

House Committee Appropriations

Analysis **Summary**
Approves a standard State Building Authority (SBA) lease between the SBA and the State relative to the DNR Fish Hatchery Renovations – Platte River project. The property is also conveyed to the SBA. This project received planning, cost, and construction authorizations under previous Capital Outlay budget acts.

Legislative approval of the resolution, a statutory requirement, enables the SBA to issue debt instruments to finance the state's share of the project's construction cost. The project is currently under construction.

Fiscal Impact
Legislative adoption of the resolution commits the state to annually pay rent to the SBA until its debt obligations are fully satisfied. The annual GF/GP high/low rental range of \$620,000 to \$800,000 is provided consistent with PA 183 of 1964.

The actual true market rental amount, within or below the respective range, will be determined when the project is completed and has been independently appraised.

Mitchell Bean, Director – House Fiscal Agency
124 N. Capitol Avenue, Lansing, MI 48909
Phone: (517)373-8080, Fax: (517)373-5874
<http://www.house.mi.gov/hfa>

Project	Total Project Cost	University/ College Funds	State Funds	GF/GP Rental Range on SBA Financing
HCR 21 Department of Natural Resources – State Fish Hatchery Renovations – Platte River. This upgrade project includes installation of water flow and quality monitoring systems and replacement of components like fish raceways, underground pipes, and operational systems. This hatchery produces Coho and Chinook salmon. It received a construction authorization under PA 273 of 1998.	\$8,199,000	\$0	\$8,199,000	\$620,000 to \$800,000

LOCAL FISCAL IMPACT

None.

Analyst(s)

Al Valenzio

FLOOR ANALYSIS - 6/25/03

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