

**SUBSTITUTE FOR  
SENATE BILL NO. 360**

A bill to amend 2000 PA 161, entitled  
"Michigan education savings program act,"  
by amending section 10 (MCL 390.1480), as amended by 2001 PA 215.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 10. (1) The maximum account balance limit for all of the  
2 accounts that name any 1 individual as the designated beneficiary  
3 shall not exceed a maximum of ~~\$235,000.00~~**\$500,000.00**.

4       (2) The program shall reject a contribution to any account for  
5 a designated beneficiary if, at the time of the contribution, the  
6 total balance of all accounts for that designated beneficiary has  
7 reached the maximum account balance limit under subsection (1).  
8 Accounts may continue to accrue earnings if the total balance of  
9 all accounts for that beneficiary has reached the maximum account  
10 balance limit and shall not be considered to have exceeded the

1 maximum account balance limit under subsection (1). For purposes of  
2 this subsection, the total balance of all accounts for that  
3 designated beneficiary includes the amount of payment or payments  
4 required from a purchaser on behalf of a qualified beneficiary made  
5 under an advance tuition payment contract as provided in the  
6 Michigan education trust act, 1986 PA 316, MCL 390.1421 to  
7 ~~390.1444~~, **390.1442**, if the designated beneficiary is also the  
8 qualified beneficiary.

9 Enacting section 1. This amendatory act does not take effect  
10 unless all of the following bills of the 98th Legislature are  
11 enacted into law:

12 (a) House Bill No. 4542.

13 (b) House Bill No. 4543.

14 (c) House Bill No. 4544.