

Act No. 64
Public Acts of 1991
Approved by the Governor
July 3, 1991
Filed with the Secretary of State
July 3, 1991

**STATE OF MICHIGAN
86TH LEGISLATURE
REGULAR SESSION OF 1991**

Introduced by Senators Gast and DeGrow

ENROLLED SENATE BILL No. 342

AN ACT to amend the title and sections 2, 3, and 4 of Act No. 112 of the Public Acts of 1961, entitled "An act to authorize and provide for the issuance and sale of bonds and notes of the state; to provide funds for making loans to school districts for payment of principal and interest on certain school bonds; and to provide for use of moneys repaid to the state by school districts," sections 3 and 4 as amended by Act No. 28 of the Public Acts of 1991, being sections 388.982, 388.983, and 388.984 of the Michigan Compiled Laws.

The People of the State of Michigan enact:

Section 1. The title and sections 2, 3, and 4 of Act No. 112 of the Public Acts of 1961, sections 3 and 4 as amended by Act No. 28 of the Public Acts of 1991, being sections 388.982, 388.983, and 388.984 of the Michigan Compiled Laws, are amended to read as follows:

TITLE

An act to authorize and provide for the issuance and sale of bonds and notes of the state; to provide funds for making loans to school districts for payment of principal and interest on certain school bonds; to provide for use of moneys repaid to the state by school districts; and to make an appropriation.

Sec. 2. The proceeds of sale of the bonds or notes shall be deposited in a separate fund in the state treasury to be known as "the school bond loan fund", and shall be paid out in no other manner or for any other purpose than provided in section 16 of article 9 of the state constitution of 1963 and laws enacted pursuant to that section.

Sec. 3. (1) For the prompt payment of the principal and interest upon each bond or note issued under this act, the full faith and credit of the state are pledged, and there is appropriated each year during the life of these bonds or notes from the general fund a sufficient amount to pay the principal and interest on the bonds or notes maturing each year.

(2) For the 1990-91 state fiscal year only, there is appropriated from the general fund a sufficient amount to pay in full the principal and interest upon each of the bonds or notes issued under this act, including the defeasance of the principal and interest and any redemption premium on each bond or note that matures after September 30, 1991. However, the state treasurer shall expend money from this appropriation for the defeasance of the principal and interest and any redemption premium on a bond or note that matures after September 30, 1991 only to the extent the state administrative board provides by resolution for that defeasance to be made from this appropriation.

Sec. 4. Any money repaid by school districts on loans made from the school bond loan fund shall be deposited in the general fund.

Section 2. This amendatory act shall not take effect unless Senate Bill No. 343 of the 86th Legislature is enacted into law.

This act is ordered to take immediate effect.

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Secretary of the Senate.

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Clerk of the House of Representatives.

Approved

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Governor.