

HOUSE BILL No. 4949

June 12, 1991, Introduced by Reps. O'Neill, Emerson, Mathieu, Ostling, Richard A. Young, DeMars and Johnson and referred to the Committee on Appropriations.

A bill to amend section 6 of Act No. 278 of the Public Acts of 1965, entitled as amended

"An act to establish and regulate a state institution of higher education known as Saginaw valley state university; and to fix the membership and the powers of its governing board,"

as amended by Act No. 155 of the Public Acts of 1987, being section 390.716 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 6 of Act No. 278 of the Public Acts of
2 1965, as amended by Act No. 155 of the Public Acts of 1987, being
3 section 390.716 of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 6. The board shall not borrow money on its general
6 faith and credit ~~—nor—~~ OR create any liens upon its property.

7 With the approval of the legislature OR, IF REQUIRED OR

8 AUTHORIZED BY AN APPROPRIATIONS ACT OR OTHER STATE STATUTE, THE

1 JOINT CAPITAL OUTLAY SUBCOMMITTEE OF THE APPROPRIATIONS
2 COMMITTEES OF THE SENATE AND HOUSE OF REPRESENTATIVES the board
3 may borrow money to be used to acquire land or to acquire or
4 erect buildings, or to alter, equip, or maintain them, to be used
5 as dormitories, student centers, stadiums, athletic fields, gym-
6 nasiums, auditoriums, and other related activities, and it shall
7 obligate itself for the repayment of the money, together with
8 interest, solely out of the fund derived from rentals or other
9 income from the use and operation of the property so acquired, or
10 from special fees and charges required to be paid by the students
11 if the board considers the students to be benefited; and may
12 pledge all or a part of the fund as security for the loan.
13 HOWEVER, THE APPROVAL IS REQUIRED ONLY IF THE PROJECT IS ESTI-
14 MATED TO COST MORE THAN \$500,000.00 OR ANOTHER AMOUNT AS MAY BE
15 STATED IN AN APPROPRIATIONS ACT FOR THE FISCAL YEAR IN WHICH THE
16 PROJECT IS BEGUN.