

HOUSE BILL No. 5026

June 27, 1991, Introduced by Reps. Joe Young, Sr. and Gubow and referred to the Committee on Appropriations.

A bill to amend section 350 of Act No. 431 of the Public Acts of 1984, entitled as amended

"The management and budget act,"

as amended by Act No. 504 of the Public Acts of 1988, being section 18.1350 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 350 of Act No. 431 of the Public Acts of
2 1984, as amended by Act No. 504 of the Public Acts of 1988, being
3 section 18.1350 of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 350. (1) If state government assumes the financing and
6 administration of a function, after December 22, 1978, ~~which~~
7 THAT was previously performed by a unit of local government, the
8 state payments for the function shall be counted as state
9 spending paid to units of local government.

1 ~~(2) Amounts excepted from the financial liability of a~~
2 ~~county under section 302(2)(c) of the mental health code, Act~~
3 ~~No. 258 of the Public Acts of 1974, being section 330.1302 of the~~
4 ~~Michigan Compiled Laws, shall be counted as state spending paid~~
5 ~~to local units of government.~~

6 (2) ~~(3)~~ State spending paid to units of local government
7 shall include the same proportion of the state's short-term
8 interest and interfund borrowing expense as the proportion of
9 state spending from state resources paid to all units of local
10 government, as is established pursuant to section 349.

11 (3) ~~(4)~~ Refunds or other repayments of prior year revenues
12 shall not be considered in the determination of total state
13 spending.