

SENATE BILL No. 261

April 11, 1991, Introduced by Senators WARTNER and WELBORN
and referred to the Committee on Education.

A bill to amend section 623a of Act No. 451 of the Public
Acts of 1976, entitled as amended

"The school code of 1976,"

as amended by Act No. 159 of the Public Acts of 1990, being
section 380.623a of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 623a of Act No. 451 of the Public Acts
2 of 1976, as amended by Act No. 159 of the Public Acts of 1990,
3 being section 380.623a of the Michigan Compiled Laws, is amended
4 to read as follows:

5 Sec. 623a. (1) An intermediate school board shall adopt
6 written policies governing the procurement of supplies, materi-
7 als, and equipment. ~~-An-~~ SUBJECT TO SUBSECTION (2), AN
8 intermediate school district shall not purchase an item or a
9 group of items purchased in a single transaction costing

1 \$12,500.00 or more unless competitive bids are obtained for those
2 items and the purchase of those items is approved by the interme-
3 diate school board. The maximum amount specified in this section
4 shall be adjusted each year by multiplying the amount for the
5 immediately preceding year by the percentage by which the average
6 consumer price index for all items for the 12 months ending
7 August 31 of the year in which the adjustment is made differs
8 from that index's average for the 12 months ending on August 31
9 of the immediately preceding year and adding that product to the
10 maximum amount that applied in the immediately preceding year,
11 rounding to the nearest whole dollar.

12 (2) AN INTERMEDIATE SCHOOL DISTRICT MAY PURCHASE AN ITEM OR
13 GROUP OF ITEMS IN A SINGLE TRANSACTION COSTING MORE THAN THE
14 AMOUNT DESCRIBED IN SUBSECTION (1) WITHOUT OBTAINING COMPETITIVE
15 BIDS IF THE INTERMEDIATE SUPERINTENDENT DETERMINES IN GOOD FAITH
16 THAT 1 OR MORE OF THE FOLLOWING CONDITIONS EXIST:

17 (A) THERE IS ONLY 1 SOURCE OR SUPPLIER FOR THE ITEM OR GROUP
18 OF ITEMS AND THERE IS NO READILY IDENTIFIABLE SUBSTITUTE FOR THE
19 ITEM OR GROUP OF ITEMS THAT IS AVAILABLE THROUGH NORMAL COMMER-
20 CIAL CHANNELS.

21 (B) THE ITEM OR GROUP OF ITEMS IS FOR USE WITH OR AS PART OF
22 AN INTEGRATED SYSTEM OF EQUIPMENT AND PURCHASE FROM THE VENDOR OF
23 THE INTEGRATED SYSTEM IS REASONABLY NECESSARY TO MAINTAIN THE
24 INTEGRITY OF THE SYSTEM OR WILL FACILITATE HAVING THE SYSTEM SUP-
25 PORTED BY THAT VENDOR.