

SENATE BILL No. 792

March 5, 1992, Introduced by Senators STABENOW and
SCHWARZ and referred to the Committee on Education.

A bill to amend Act No. 108 of the Public Acts of 1961,
entitled as amended

"An act to provide for loans by the state of Michigan to school districts for the payment of principal and interest upon school bonds; to prescribe the terms and conditions of the loans and the conditions upon which levies for bond principal and interest shall be included in computing the amount to be so loaned by the state; to prescribe the powers and duties of the superintendent of public instruction and the state treasurer in relation to such loans; to provide for the repayment of such loans; to provide incentives for repayment of such loans; to provide for other matters in respect to such loans; and to make an appropriation,"

as amended, being sections 388.951 to 388.963 of the Michigan
Compiled Laws, by adding section 4d.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 108 of the Public Acts of 1961, as
2 amended, being sections 388.951 to 388.963 of the Michigan
3 Compiled Laws, is amended by adding section 4d to read as
4 follows:

1 SEC. 4D. (1) IF BONDS ARE ISSUED BY A SCHOOL DISTRICT AFTER
2 NOVEMBER 1, 1990 FOR PROJECTS THAT INCLUDE AN ADMINISTRATIVE
3 FACILITY ADDITION TO AN EXISTING FACILITY AND THE BOARD OF THE
4 SCHOOL DISTRICT DETERMINES THAT IT IS IN THE BEST INTEREST OF THE
5 SCHOOL DISTRICT TO BUILD THE ADMINISTRATIVE FACILITY AS A SEPA-
6 RATE BUILDING, AND IF THE SUPERINTENDENT OF PUBLIC INSTRUCTION
7 DETERMINES THAT THERE ARE SUFFICIENT FUNDS TO COMPLETE ALL OTHER
8 PROJECTS OR PURPOSES FOR WHICH THE BONDS WERE INITIALLY AUTHO-
9 RIZED AND ISSUED, THE BOARD OF THE SCHOOL DISTRICT MAY USE THE
10 BOND PROCEEDS TO BUILD THE ADMINISTRATIVE FACILITY AS A SEPARATE
11 BUILDING RATHER THAN AS AN ADDITION TO AN EXISTING FACILITY.

12 (2) ANY USE OF BOND PROCEEDS BY THE BOARD OF A SCHOOL DIS-
13 TRICT THAT OCCURS BEFORE THE EFFECTIVE DATE OF THIS SECTION THAT
14 IS CONSISTENT WITH THIS SECTION IS RATIFIED.

15 (3) THIS SECTION DOES NOT APPLY TO BOND PROCEEDS USED FOR
16 SEPARATE ADMINISTRATIVE FACILITIES FOR WHICH CONSTRUCTION BEGINS
17 AFTER DECEMBER 31, 1992.