

Act No. 402
Public Acts of 1996
Approved by the Governor
October 20, 1996
Filed with the Secretary of State
October 21, 1996

**STATE OF MICHIGAN
88TH LEGISLATURE
REGULAR SESSION OF 1996**

Introduced by Senator Hoffman

ENROLLED SENATE BILL No. 1054

AN ACT to amend section 2b of Act No. 2 of the Public Acts of 1968, entitled as amended "An act to provide for the formulation and establishment of uniform charts of accounts and reports in local units of government; to define local units of government; to provide for the examination of the books and accounts of local units of government; to provide for annual financial reports from local units of government; to provide for the administration of this act; to prescribe the powers and duties of the state treasurer and the attorney general; to provide penalties for violation of certain requirements of this act; to provide for meeting the expenses authorized by this act; to provide a uniform budgeting system for local units; and to prohibit deficit spending by a local unit of government," being section 141.422b of the Michigan Compiled Laws.

The People of the State of Michigan enact:

Section 1. Section 2b of Act No. 2 of the Public Acts of 1968, being section 141.422b of the Michigan Compiled Laws, is amended to read as follows:

Sec. 2b. (1) "Budgetary center" means a general operating department of a local unit or any other department, institution, court, board, commission, agency, office, program, activity, or function to which money is appropriated by the local unit.

(2) "Capital outlay" means a disbursement of money which results in the acquisition of, or addition to, fixed assets.

(3) "Chief administrative officer" means any of the following:

(a) The manager of a village or, if a village does not employ a manager, the president of the village.

(b) The city manager of a city or, if a city does not employ a city manager, the mayor of the city.

(c) The superintendent of a local school district, or if the school district does not have a superintendent, the person having general administrative control of the school district.

(d) The superintendent of an intermediate school district, or if the school district does not have a superintendent, the person having general administrative control of the school district.

(e) The manager of a township, or if the township does not employ a manager, the supervisor of the township.

(f) The elected county executive or appointed county manager of a county; or if the county has not adopted an optional unified form of county government, the controller of the county appointed pursuant to section 13b of Act No. 156 of the Public Acts of 1851, being section 46.13b of the Michigan Compiled Laws; or if the county has not appointed a controller, an individual designated by the county board of commissioners of the county.

(g) The official granted general administrative control of an authority or organization of government established by law which may issue obligations pursuant to the municipal finance act, Act No. 202 of the Public Acts of 1943, being

sections 131.1 to 139.3 of the Michigan Compiled Laws, and which either may levy a property tax or may expend funds of the authority or organization.

(4) "Deficit" means an excess of liabilities and reserves of a fund over its assets.

(5) "Disbursement" means a payment in cash.

This act is ordered to take immediate effect.

Secretary of the Senate.

Clerk of the House of Representatives.

Approved -----

Governor.