



HOUSE BILL No. 4117

January 17, 1995, Introduced by Reps. Agee and Baade and referred to the Committee on Appropriations.

A bill to amend Act No. 94 of the Public Acts of 1979, entitled as amended

"The state school aid act of 1979,"

as amended, being sections 388.1601 to 388.1772 of the Michigan Compiled Laws, by adding section 11d.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 94 of the Public Acts of 1979, as
2 amended, being sections 388.1601 to 388.1772 of the Michigan
3 Compiled Laws, is amended by adding section 11d to read as
4 follows:

5 SEC. 11D. (1) THE SCHOOL AID STABILIZATION FUND IS CREATED
6 AS A SEPARATE FUND IN THE STATE TREASURY TO ASSIST IN STABILIZING
7 STATE SCHOOL AID.

8 (2) BEGINNING WITH THE STATE FISCAL YEAR ENDING SEPTEMBER
9 30, 1995, AN AMOUNT EQUAL TO 25% OF ALL GENERAL FUND-GENERAL

1 PURPOSE BALANCES AT THE CLOSE OF THE FISCAL YEAR SHALL BE
2 AUTOMATICALLY APPROPRIATED FROM THE GENERAL FUND AND TRANSFERRED
3 TO THE SCHOOL AID STABILIZATION FUND CREATED IN SUBSECTION (1).

4 (3) MONEY MAY BE APPROPRIATED FROM THE SCHOOL AID STABILIZA-
5 TION FUND FOR A STATE FISCAL YEAR ONLY FOR STATE SCHOOL AID AND
6 ONLY IF THE PERCENTAGE INCREASE IN STATE SCHOOL AID FUND REVENUE
7 FROM THE SECOND PRECEDING STATE FISCAL YEAR TO THE IMMEDIATELY
8 PRECEDING STATE FISCAL YEAR, AS DETERMINED BY THE DEPARTMENT OF
9 TREASURY, IS LESS THAN THE PERCENTAGE INCREASE IN THE GENERAL
10 PRICE LEVEL FROM THE SECOND PRECEDING STATE FISCAL YEAR TO THE
11 IMMEDIATELY PRECEDING STATE FISCAL YEAR, AS DETERMINED BY THE
12 DEPARTMENT OF TREASURY. AS USED IN THIS SUBSECTION, "GENERAL
13 PRICE LEVEL" MEANS THAT TERM AS DEFINED IN SECTION 33 OF ARTICLE
14 IX OF THE STATE CONSTITUTION OF 1963.