

**SENATE BILL NO. 555**

June 4, 1997, Introduced by Senators HOFFMAN, BULLARD,  
SHUGARS, BENNETT, GOUGEON and ROGERS and referred to the  
Committee on Education.

A bill to amend 1964 PA 208, entitled

"An act to grant scholarships to students enrolled in postsecond-  
ary education institutions; and to provide for the administration  
of the scholarship program,"

by amending section 4 (MCL 390.974), as amended by 1986 PA 270,  
and by adding section 4a.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 4. (1) An applicant is eligible for the award of a  
2 first-year scholarship if the authority finds that the applicant  
3 MEETS ALL OF THE FOLLOWING:

4       (a) Has resided continuously in this state for the preceding  
5 12 months and is not considered a resident of any other state.

6       (b) Has graduated from a high school, or is a student in  
7 good standing in a high school who will graduate at the end of  
8 the academic year, or an individual who has passed a graduate  
9 equivalency examination approved by the state board of education,

1 or, if not a high school graduate, is recommended favorably by an  
2 appropriate educational institution as defined in rules promul-  
3 gated by the authority.

4 (c) Except for the applicant for a graduate scholarship,  
5 based upon the state competitive scholarship examination, the  
6 applicant shows promise of satisfactorily completing a course of  
7 study at an approved postsecondary institution of the applicant's  
8 choice in this state. For an applicant for a graduate scholar-  
9 ship, the authority shall determine the examination standards for  
10 eligibility.

11 (d) Has complied with this act and the rules promulgated  
12 under this act by the authority.

13 (e) Is not incarcerated in a corrections institution.

14 (F) IS NOT INELIGIBLE UNDER SECTION 4A.

15 (2) An applicant who the authority determines is eligible  
16 for award of a scholarship under this act shall complete using  
17 the scholarship within 10 years after his or her eligibility is  
18 determined.

19 SEC. 4A. IF AN INDIVIDUAL IS SUBJECT TO A COURT ORDER DENY-  
20 ING FEDERAL BENEFITS AS DESCRIBED IN SECTION 421 OF PART D OF THE  
21 CONTROLLED SUBSTANCES ACT, TITLE II OF THE COMPREHENSIVE DRUG  
22 ABUSE PREVENTION AND CONTROL ACT OF 1970, PUBLIC LAW 91-513, 21  
23 U.S.C. 862, THE INDIVIDUAL IS NOT ELIGIBLE TO BE AWARDED A SCHOL-  
24 ARSHIP UNDER THIS ACT FOR THE DURATION OF THE COURT ORDER.