

HOUSE BILL No. 5401

November 1, 2001, Introduced by Reps. Bogardus, Sheltroun, Hale, Jacobs, Minore, Jamnick, Adamini, Rich Brown, Lipsey, Schermesser, Thomas, Garza, Hansen, Dennis, Kolb, Rison, Woodward, Gielegem, Murphy, Reeves, O'Neil, Mans, Zelenko, Wojno, McConico, Phillips, Callahan, Quarles, Hardman, Bovin, Lockwood, Neumann and Lemmons and referred to the Committee on Appropriations.

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
(MCL 388.1601 to 388.1772) by adding section 98b.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 98B. (1) IN ADDITION TO ALL OTHER APPROPRIATIONS UNDER
2 THIS ACT, \$70,000,000.00 IS APPROPRIATED AND TRANSFERRED FROM THE
3 MICHIGAN TOBACCO SETTLEMENT TRUST FUND TO THE STATE SCHOOL AID
4 FUND EACH FISCAL YEAR FOR 2001-2002 AND FOR 2002-2003, AND THAT
5 \$70,000,000.00 IS APPROPRIATED FROM THE STATE SCHOOL AID FUND
6 EACH FISCAL YEAR FOR 2001-2002 AND FOR 2002-2003 TO MAKE PAYMENTS
7 TO DISTRICTS UNDER THIS SECTION.

8 (2) FROM THE APPROPRIATION IN SUBSECTION (1), THERE IS ALLO-
9 CATED TO EACH DISTRICT THAT LEVIES INFRASTRUCTURE DEBT MILLAGE AN
10 AMOUNT PER MEMBERSHIP PUPIL TO GUARANTEE THE DISTRICT WILL
11 RECEIVE A COMBINED STATE-LOCAL YIELD PER MEMBERSHIP PUPIL FOR

1 EACH MILL, UP TO A MAXIMUM OF 5 MILLS, OF INFRASTRUCTURE DEBT
2 MILLAGE LEVIED BY THE DISTRICT THAT IS AT LEAST EQUAL TO THE
3 STATE AVERAGE INFRASTRUCTURE MILLAGE YIELD. THE NET ALLOCATION
4 FOR EACH SCHOOL DISTRICT SHALL BE AN AMOUNT PER MEMBERSHIP PUPIL
5 COMPUTED BY SUBTRACTING FROM THAT COMBINED STATE-LOCAL YIELD THE
6 PRODUCT OF THE DISTRICT'S ACTUAL TAXABLE VALUE PER MEMBERSHIP
7 PUPIL AND THE NUMBER OF MILLS OF INFRASTRUCTURE DEBT MILLAGE, UP
8 TO A MAXIMUM OF 5 MILLS, LEVIED BY THE DISTRICT. ALL CALCULA-
9 TIONS UNDER THIS SECTION SHALL BE MADE BY THE DEPARTMENT USING
10 THE NUMBER OF MEMBERSHIP PUPILS FOR THE SCHOOL YEAR ENDING IN THE
11 IMMEDIATELY PRECEDING STATE FISCAL YEAR, THE NUMBER OF MILLS OF
12 INFRASTRUCTURE DEBT MILLAGE LEVIED BY THE DISTRICT IN THE CALEN-
13 DAR YEAR ENDING IN THE IMMEDIATELY PRECEDING STATE FISCAL YEAR,
14 AND THE TAXABLE VALUE OF THE DISTRICT FOR THE CALENDAR YEAR
15 ENDING IN THE IMMEDIATELY PRECEDING STATE FISCAL YEAR.

16 (3) TO RECEIVE FUNDING UNDER THIS SECTION, A DISTRICT SHALL
17 PROVIDE TO THE DEPARTMENT IN THE FORM AND MANNER PRESCRIBED BY
18 THE DEPARTMENT ALL INFORMATION THE DEPARTMENT CONSIDERS NECESSARY
19 TO VERIFY THE DISTRICT'S ELIGIBILITY FOR PAYMENTS UNDER THIS SEC-
20 TION AND TO CALCULATE PAYMENTS UNDER THIS SECTION.

21 (4) AS USED IN THIS SECTION:

22 (A) "INFRASTRUCTURE DEBT MILLAGE" MEANS MILLAGE LEVIED TO
23 REPAY BONDS ISSUED UNDER SECTION 1351A OF THE REVISED SCHOOL
24 CODE, MCL 380.1351A, FOR NEW CONSTRUCTION, MAJOR RENOVATIONS, OR
25 TECHNOLOGY RETROFITTING OF SCHOOL BUILDINGS.

26 (B) "MAJOR RENOVATION" MEANS TO RESTORE OR REMODEL AN AREA
27 OR AREAS OF A SCHOOL BUILDING TO AN EFFECTIVE AND EFFICIENT

1 OPERATIONAL LEVEL, INCLUDING, BUT NOT LIMITED TO, RE-ROOFING,
2 HEAT/AIR EXCHANGE SYSTEM, ELECTRICAL, PLUMBING, STRUCTURAL, RENO-
3 VATION TO MEET REQUIREMENTS OF LAWS CONCERNING PERSONS WITH DIS-
4 ABILITIES, ENERGY EFFICIENCY IMPROVEMENTS, OR INSTRUCTIONAL SPACE
5 REDESIGN.

6 (C) "STATE AVERAGE INFRASTRUCTURE MILLAGE YIELD" MEANS THE
7 AVERAGE COMBINED STATE-LOCAL YIELD PER MEMBERSHIP PUPIL FOR EACH
8 MILL OF INFRASTRUCTURE DEBT MILLAGE LEVIED AMONG ALL LOCAL SCHOOL
9 DISTRICTS IN THIS STATE FOR THE CALENDAR YEAR ENDING IN THE IMME-
10 DIATELY PRECEDING STATE FISCAL YEAR, EXCLUDING THE HIGHEST YIELD
11 AND THE LOWEST YIELD, AS CALCULATED BY THE DEPARTMENT OF TREASURY
12 AND REPORTED TO THE DEPARTMENT.

13 (D) "TAXABLE VALUE PER MEMBERSHIP PUPIL" MEANS THAT TERM AS
14 DEFINED IN SECTION 20.

15 (E) "TECHNOLOGY RETROFITTING" MEANS TO REMODEL AN EXISTING
16 AREA IN A BUILDING TO HOUSE A TECHNOLOGY PROGRAM, TO ADAPT THE
17 EXISTING ELECTRICAL SYSTEM TO HANDLE INCREASED ELECTRICAL LOAD
18 FROM TECHNOLOGY USAGE, OR TO ADD CABLING OR WIRELESS CAPABILITY
19 TO PROVIDE FOR VOICE, VIDEO, OR DATA TRANSMISSION TO, OR RECEP-
20 TION FROM, MULTIPLE SITES WITHIN THE BUILDING.