

HOUSE BILL No. 6366

August 13, 2008, Introduced by Rep. Hansen and referred to the Committee on Agriculture.

A bill to amend 1976 PA 451, entitled
"The revised school code,"
by amending section 623a (MCL 380.623a), as amended by 2007 PA 45.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 623a. (1) An intermediate school board shall adopt
2 written policies governing the procurement of supplies, materials,
3 and equipment.

4 (2) Except as otherwise provided in subsection (3) **OR (4)**, an
5 intermediate school district shall not purchase an item or a group
6 of items purchased in a single transaction costing ~~\$19,211.00~~
7 **\$19,650.00** or more unless competitive bids are obtained for those
8 items and the purchase of those items is approved by the
9 intermediate school board. The maximum amount specified in this
10 ~~section~~**SUBSECTION** shall be adjusted each year by multiplying the

1 amount for the immediately preceding year by the percentage by
2 which the average consumer price index for all items for the 12
3 months ending August 31 of the year in which the adjustment is made
4 differs from that index's average for the 12 months ending on
5 August 31 of the immediately preceding year and adding that product
6 to the maximum amount that applied in the immediately preceding
7 year, rounding to the nearest whole dollar.

8 (3) An intermediate school district is not required to obtain
9 competitive bids for items purchased through the cooperative bulk
10 purchasing program operated by the department of management and
11 budget under section 263(3) of the management and budget act, 1984
12 PA 431, MCL 18.1263.

13 **(4) AN INTERMEDIATE SCHOOL DISTRICT IS NOT REQUIRED TO OBTAIN**
14 **COMPETITIVE BIDS FOR PURCHASING FOOD UNLESS THE FOOD IS PURCHASED**
15 **IN A SINGLE TRANSACTION COSTING \$100,000.00 OR MORE.**

16 (5) ~~(4)~~—The intermediate school board of an intermediate
17 school district may acquire by purchase, lease, or rental, with or
18 without option to purchase, equipment necessary for the operation
19 of intermediate school district programs, including, but not
20 limited to, heating, water heating, and cooking equipment for
21 school buildings, and may pay for the equipment from operating
22 funds of the intermediate school district. Heating and cooking
23 equipment may be purchased on a title retaining contract or other
24 form of agreement creating a security interest and pledging in
25 payment money in the general fund or funds received from state
26 school aid. The contracts may extend for not more than 10 years.