

SENATE BILL No. 414

April 18, 2007, Introduced by Senators KAHN, GEORGE and GARCIA and referred to the Committee on Appropriations.

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending section 17b (MCL 388.1617b), as amended by 2006 PA 342.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 17b. (1) Not later than October 20, November 20, December
2 20, January 20, February 20, March 20, April 20, May 20, June 20,
3 July 20, and August 20, the department shall prepare electronic
4 files of the amount to be distributed under this act in the
5 installment to the districts and intermediate districts and deliver
6 the electronic files to the state treasurer, and the state
7 treasurer shall pay the installments on each of those dates or, if
8 the date is not a business day, on the ~~immediately preceding~~ **NEXT**
9 business day ~~before~~ **FOLLOWING** that date. Except as otherwise

1 provided in this act, the portion of the district's or intermediate
2 district's state fiscal year entitlement to be included in each
3 installment shall be 1/11. A district or intermediate district
4 shall accrue the payments received in July and August to the school
5 fiscal year ending the immediately preceding June 30.

6 (2) The state treasurer shall make payment under this section
7 by drawing a warrant in favor of the treasurer of each district or
8 intermediate district for the amount payable to the district or
9 intermediate district according to the electronic files and
10 delivering the warrant to the treasurer of each district or
11 intermediate district, or if the state treasurer receives a written
12 request by the treasurer of the district or intermediate district
13 specifying an account, by electronic funds transfer to that account
14 of the amount payable to the district or intermediate district
15 according to the electronic files. The department may make
16 adjustments in payments made under this section through additional
17 payments when changes in law or errors in computation cause the
18 regularly scheduled payment to be less than the amount to which the
19 district or intermediate district is entitled pursuant to this act.

20 (3) Except as otherwise provided in this act, grant payments
21 to districts and intermediate districts under this act shall be
22 paid according to subsection (1).

23 (4) Upon the written request of a district or intermediate
24 district and the submission of proof satisfactory to the department
25 of a need of a temporary and nonrecurring nature, the
26 superintendent, with the written concurrence of the state treasurer
27 and the state budget director, may authorize an advance release of

1 funds due a district or intermediate district under this act. An
2 advance authorized under this subsection shall not cause funds to
3 be paid to a district or intermediate district more than 30 days
4 earlier than the established payment date for those funds.