

HOUSE SUBSTITUTE FOR
SENATE BILL NO. 772

A bill to amend 1985 PA 227, entitled
"Shared credit rating act,"
by amending section 7 (MCL 141.1057), as amended by 2012 PA 288.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 7. The board has all of the following powers:

2 (a) To adopt bylaws for the regulation of its affairs.

3 (b) To adopt an official seal.

4 (c) To maintain a principal office at a place within this
5 state.

6 (d) To sue and be sued in its own name and to plead and be
7 impleaded.

8 (e) To loan money to a governmental unit, or to a nonprofit
9 corporation, trust, or similar entity for the benefit of a public
10 school academy, at a rate or rates as the authority determines and

1 to purchase and sell, and to commit to purchase and sell, municipal
2 obligations pursuant to this act.

3 (f) To borrow money and issue negotiable revenue bonds and
4 notes pursuant to this act.

5 (g) To make and enter into contracts and other instruments
6 necessary or incidental to the performance of its duties and the
7 exercise of its powers. By rotating the services of legal counsel,
8 the authority shall seek to increase the pool of nationally
9 recognized bond counsel.

10 (h) To receive and accept from any source grants or
11 contributions of money, property, or other things of value,
12 excluding appropriations from the general fund of this state except
13 for appropriations to be used for the benefit of public schools,
14 except for appropriations to a reserve fund established under
15 section 16, except for appropriations to the state water pollution
16 control revolving fund established under section 16a and except for
17 appropriations to the state drinking water revolving fund
18 established under section 16b, and except for appropriations to the
19 school loan revolving fund established under section 16c, to be
20 used, held, and applied only for the purposes for which the grants
21 and contributions were made.

22 (i) To do all acts necessary or convenient to carry out the
23 powers expressly granted.

24 (j) To require that final actions of the board are entered in
25 the journal for the board and that all writings prepared, owned,
26 used, in the possession of, or retained by the board in the
27 performance of an official function be made available to the public

1 in compliance with the freedom of information act, 1976 PA 442, MCL
2 15.231 to 15.246.

3 (k) To engage the services of private consultants on a
4 contract basis for rendering professional and technical assistance
5 and advice.

6 (l) To investigate and assess the infrastructure needs of this
7 state, current methods of financing infrastructure rehabilitation
8 and improvements, and resources and financing options currently
9 available and potentially useful to improve this state's
10 infrastructure and lower the costs of those improvements.

11 (m) To indemnify and procure insurance indemnifying members of
12 the board from personal loss or accountability from liability
13 asserted by a person on bonds or notes of the authority or from any
14 personal liability or accountability by reason of the issuance of
15 the bonds or notes, or by reason of any other action taken or the
16 failure to act by the authority.

17 (n) To investigate and assess short-term and long-term
18 borrowing requirements for operating, capital improvements, and
19 delinquent taxes.

20 (o) To provide assistance, as that term is defined in section
21 5301 of the natural resources and environmental protection act,
22 1994 PA 451, MCL 324.5301, to any municipality for a revolving fund
23 project and to perform all functions necessary or incident to
24 providing that assistance and to the operation of the state water
25 pollution control revolving fund established under section 16a.

26 (p) To enter into agreements with the federal government to
27 implement the establishment and operation of the state water

1 pollution control revolving fund established under section 16a
2 pursuant to the provisions of the federal water pollution control
3 act and the rules and regulations promulgated under that act.

4 (q) To provide assistance, as that term is defined in part 54
5 of the natural resources and environmental protection act, 1994 PA
6 451, MCL 324.5401 to 324.5418, to any governmental unit for a
7 revolving fund community water supply or noncommunity water supply
8 and to perform all functions necessary or incident to providing
9 that assistance and to the operation of the state drinking water
10 revolving fund established under section 16b, including, but not
11 limited to, using funding allocated in the federal safe drinking
12 water act for any of the purposes authorized in section 5417(c) of
13 the natural resources and environmental protection act, 1994 PA
14 451, MCL 324.5417.

15 (r) To enter into agreements with the federal government to
16 establish and operate the state drinking water revolving fund under
17 section 16b pursuant to the provisions of the federal safe drinking
18 water act and the rules and regulations promulgated under that act.

19 (s) To enter into agreements with the state treasurer to act
20 as this state's agent to implement the establishment and operation
21 of the school loan revolving fund established under section 16c,
22 including provisions relating to the return to this state of
23 contributions made by this state for deposit in the school loan
24 revolving fund that are no longer needed for school loan revolving
25 fund purposes **AND THE ASSIGNMENT TO THIS STATE OF LOANS AND LOAN**
26 **REPAYMENTS MADE FROM OR PAYABLE TO THE SCHOOL LOAN REVOLVING FUND.**

27 (t) To enter into agreements with the state treasurer for the

1 purchase, assignment, or transfer of emergency loan board loans and
2 the repurchase, reassignment, or transfer of those loans.

3 Enacting section 1. This amendatory act does not take effect
4 unless all of the following bills of the 96th Legislature are
5 enacted into law:

6 (a) Senate Bill No. 770.

7 (b) Senate Bill No. 771.