

HOUSE BILL No. 5362

February 25, 2014, Introduced by Rep. Oakes 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 388.1896) by adding section 20h.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 20H. (1) FROM THE APPROPRIATIONS UNDER SECTION 11, THERE
2 IS ALLOCATED FOR 2013-2014 AN AMOUNT NOT TO EXCEED \$6,000,000.00
3 FOR GRANTS TO INTERMEDIATE DISTRICTS THAT CONTAIN AT LEAST 1
4 RECEIVING SCHOOL DISTRICT, TO BE USED FOR COSTS ASSOCIATED WITH THE
5 TRANSFER OF PROPERTY FROM A DISSOLVED SCHOOL DISTRICT TO A
6 RECEIVING SCHOOL DISTRICT AND FOR ADDITIONAL BUSING AND
7 TRANSPORTATION NEEDS OF RECEIVING SCHOOL DISTRICTS.

8 (2) THE DEPARTMENT AND THE DEPARTMENT OF TREASURY SHALL

1 DEVELOP AN APPLICATION AND GRANT PROCESS FOR INTERMEDIATE DISTRICTS
2 TO APPLY FOR A GRANT UNDER THIS SECTION.

3 (3) AN INTERMEDIATE DISTRICT THAT RECEIVES A GRANT UNDER THIS
4 SECTION SHALL ACT AS AN INTERMEDIARY TO ENSURE THAT THE GRANT FUNDS
5 ARE DISBURSED ON BEHALF OF A RECEIVING SCHOOL DISTRICT FOR A
6 PURPOSE ALLOWED UNDER THIS SECTION. THE INTERMEDIATE DISTRICT IS
7 RESPONSIBLE FOR REVIEWING AND APPROVING ALL BIDS AND CONTRACTS
8 BETWEEN THE RECEIVING SCHOOL DISTRICTS AND CONTRACTORS THAT ARE
9 FUNDED WITH GRANT FUNDS UNDER THIS SECTION.

10 (4) GRANT FUNDS UNDER THIS SECTION MAY BE USED BY AN
11 INTERMEDIATE DISTRICT ON BEHALF OF A RECEIVING SCHOOL DISTRICT ONLY
12 FOR 1 OR MORE OF THE FOLLOWING:

13 (A) THE COSTS OF MAINTENANCE, UTILITIES, SECURITY, AND
14 INSURANCE ASSOCIATED WITH BUILDINGS TRANSFERRED FROM A DISSOLVED
15 SCHOOL DISTRICT TO A RECEIVING SCHOOL DISTRICT UNDER SECTION 12 OF
16 THE REVISED SCHOOL CODE, MCL 380.12.

17 (B) THE DEMOLITION AND ASSOCIATED COSTS OF BUILDINGS
18 TRANSFERRED FROM A DISSOLVED SCHOOL DISTRICT TO A RECEIVING SCHOOL
19 DISTRICT UNDER SECTION 12 OF THE REVISED SCHOOL CODE, MCL 380.12.

20 (C) ADDITIONAL BUSING AND TRANSPORTATION NEEDS OF RECEIVING
21 SCHOOL DISTRICTS AS A RESULT OF THE TRANSFER OF TERRITORY UNDER
22 SECTION 12 OF THE REVISED SCHOOL CODE, MCL 380.12.

23 (5) THE AMOUNT OF THE GRANT TO AN INTERMEDIATE DISTRICT UNDER
24 THIS SECTION SHALL NOT EXCEED THE SUM OF \$3,000,000.00.

25 (6) FUNDS ALLOCATED UNDER THIS SECTION ARE CONSIDERED WORK
26 PROJECT APPROPRIATIONS, AND ANY UNENCUMBERED OR UNALLOCATED FUNDS
27 ARE CARRIED OVER INTO SUCCEEDING FISCAL YEARS. THE FOLLOWING IS IN

1 COMPLIANCE WITH SECTION 451A(1) OF THE MANAGEMENT AND BUDGET ACT,
2 1984 PA 431, MCL 18.1451A:

3 (A) THE PURPOSE OF THIS SECTION IS TO ASSIST RECEIVING SCHOOL
4 DISTRICTS FOR THE COSTS OF MAINTENANCE, UTILITIES, SECURITY, AND
5 INSURANCE ASSOCIATED WITH BUILDINGS TRANSFERRED FROM A DISSOLVED
6 SCHOOL DISTRICT; THE DEMOLITION OF BUILDINGS TRANSFERRED FROM A
7 DISSOLVED SCHOOL DISTRICT; AND ADDITIONAL BUSING AND TRANSPORTATION
8 NEEDS OF RECEIVING SCHOOL DISTRICTS.

9 (B) THESE PROJECTS WILL BE ACCOMPLISHED BY GRANTS TO
10 INTERMEDIATE SCHOOL DISTRICTS THAT CONTAIN RECEIVING SCHOOL
11 DISTRICTS.

12 (C) THE TOTAL ESTIMATED COST OF THESE PROJECTS IS
13 \$6,000,000.00, AS OUTLINED IN SUBSECTION (1).

14 (D) THE ESTIMATED COMPLETION DATE FOR THESE PROJECTS IS
15 SEPTEMBER 30, 2015.

16 (7) AS USED IN THIS SECTION:

17 (A) "DISSOLVED SCHOOL DISTRICT" MEANS A SCHOOL DISTRICT THAT
18 HAS BEEN DECLARED DISSOLVED UNDER SECTION 12 OF THE REVISED SCHOOL
19 CODE, 1976 PA 451, MCL 380.12.

20 (B) "RECEIVING SCHOOL DISTRICT" MEANS THAT TERM AS DEFINED IN
21 SECTION 12 OF THE REVISED SCHOOL CODE, 1976 PA 451, MCL 380.12.