

# HOUSE BILL No. 4887

September 22, 2015, Introduced by Reps. Forlini, Iden and Dianda and referred to the Committee on Tax Policy.

A bill to amend 2000 PA 161, entitled  
"Michigan education savings program act,"  
by amending section 9 (MCL 390.1479), as amended by 2007 PA 153.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 9. (1) Except as otherwise provided in this section, an  
2       account owner or a designated beneficiary of any account shall not  
3       direct the investment of any contributions to an account or the  
4       earnings on an account.

5       (2) An account owner may select among different investment  
6       strategies designed by a program manager ~~in all of the following~~  
7       ~~circumstances~~ to the extent allowed under section 529 of the  
8       internal revenue code. +

9       ~~— (a) At the time any contribution is made to an account with~~  
10      ~~respect to the amount of that contribution.~~

~~1 (b) Once each calendar year with respect to the accumulated~~  
~~2 account balance.~~

~~3 (c) When an account owner makes a change in designated~~  
~~4 beneficiary of an account.~~

5 (3) The program may allow board members or employees of the  
6 program, or the board members or employees of a contractor hired by  
7 the program to perform administrative services, to make  
8 contributions to an account.

9 (4) An interest in an account shall not be used by an account  
10 owner or a designated beneficiary as security for a loan. Any  
11 pledge of an interest in an account has no force or effect.