



# HOUSE BILL No. 5710

March 26, 1996, Introduced by Rep. Bryant and referred to the Committee on Appropriations.

A bill to amend Act No. 94 of the Public Acts of 1979, entitled as amended

"The state school aid act of 1979,"

as amended, being sections 388.1601 to 388.1772 of the Michigan Compiled Laws, by adding section 101a.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 94 of the Public Acts of 1979, as  
2 amended, being sections 388.1601 to 388.1772 of the Michigan  
3 Compiled Laws, is amended by adding section 101a to read as  
4 follows:

5 SEC. 101A. IF THE DEPARTMENT DETERMINES THAT AN INTERMEDI-  
6 ATE DISTRICT HAS FAILED TO ADEQUATELY OVERSEE OR AUDIT THE  
7 ENROLLMENT AND ATTENDANCE COUNTS AND DATA OF ITS CONSTITUENT  
8 DISTRICTS, AS REQUIRED UNDER SECTION 101(1) AND (2), THE  
9 DEPARTMENT MAY WITHHOLD UP TO 10% OF THE FUNDS DUE TO THE

1 INTERMEDIATE DISTRICT UNDER THIS ACT, EXCLUDING FUNDS FOR SPECIAL  
2 EDUCATION PROGRAMS AND SERVICES. THE DEPARTMENT MAY PAY PART OR  
3 ALL OF THE WITHHELD FUNDS TO THE INTERMEDIATE DISTRICT AFTER THE  
4 INTERMEDIATE DISTRICT HAS DEMONSTRATED ADEQUATE OVERSIGHT AND  
5 AUDITING.