

SUBSTITUTE FOR  
HOUSE BILL NO. 5418

A bill to amend 1976 PA 451, entitled  
"The revised school code,"  
by amending section 1731 (MCL 380.1731).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 1731. (1) An intermediate school district may borrow  
2 money and issue bonds of the intermediate school district subject  
3 to ~~Act No. 202 of the Public Acts of 1943, as amended, being~~  
4 ~~sections 131.1 to 138.2 of the Michigan Compiled Laws~~ THE  
5 REVISED MUNICIPAL FINANCE ACT, 2001 PA 34, MCL 141.2101 TO  
6 141.2821, to defray all or ~~parts~~ PART of the costs of purchas-  
7 ing, erecting, completing, remodeling, improving, furnishing,  
8 refurnishing, equipping, or reequipping buildings for special  
9 education facilities; acquiring, preparing, developing, or  
10 improving sites, or ~~part thereof~~ PARTS OF SITES or ~~addition~~  
11 ~~thereto~~ ADDITIONS TO SITES, for buildings and other special

**HB5418, As Passed House, February 6, 2002**

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2

1 education facilities; refunding all or part of existing bonded  
2 indebtedness; or the accomplishment of a combination of the fore-  
3 going purposes.

4       (2) An intermediate school district shall not issue bonds  
5 for purposes of purchasing, erecting, completing, remodeling,  
6 improving, furnishing, refurnishing, equipping, or reequipping  
7 buildings for special education for an amount greater than 1.5%  
8 of the total assessed valuation of the intermediate school  
9 district. ~~nor shall the bonded indebtedness of an intermediate~~  
10 ~~school district extend beyond a period of 30 years for money~~  
11 ~~borrowed.~~

12       ~~(3) Refunding bonds or the refunding part of a bond issue~~  
13 ~~shall not be deemed to be within the 1.5% limitation but shall be~~  
14 ~~deemed to be authorized in addition thereto.~~