

SUBSTITUTE FOR  
HOUSE BILL NO. 5458

A bill to amend 1976 PA 451, entitled  
"The revised school code,"  
by amending section 624 (MCL 380.624), as amended by 1995 PA  
289.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 624. (1) Not later than April 1 of each year, the  
2 intermediate school board shall prepare an annual general fund  
3 operating budget, which shall be in the form prescribed by the  
4 county tax allocation board, and shall file the budget with the  
5 county clerk of each county in which the intermediate school  
6 board is situated except a county that has established separate  
7 tax limitation millage rates pursuant to sections 5a to 5l of the  
8 property tax limitation act, ~~Act No. 62 of the Public Acts of~~  
9 ~~1933, being sections 211.205a to 211.205l of the Michigan~~  
10 ~~Compiled Laws~~ 1933 PA 62, MCL 211.205a to 211.205l. Each county

1 clerk receiving the budget shall deliver it to the county tax  
2 allocation board in the same manner as other school district  
3 budgets are handled.

4       (2) ~~Not later than June 1 of each year, the board shall~~  
5 ~~submit the budget, for review, to a meeting of 1 board member~~  
6 ~~named from each constituent district to represent the district.~~  
7 ~~At the meeting the president of the intermediate school board~~  
8 ~~shall preside, and the intermediate secretary shall keep the~~  
9 ~~minutes.~~ An intermediate school board shall have its proposed  
10 budget reviewed and approved by its constituent districts each  
11 year as follows:

12       (a) Not later than May 1 of each year, the intermediate  
13 school board shall submit its proposed budget for the next school  
14 fiscal year to the board of each constituent district for  
15 review.

16       (b) Not later than June 1 of each year, the board of each  
17 constituent district shall review the proposed intermediate  
18 school district budget and shall submit to the intermediate  
19 school board any specific objections and proposed changes the  
20 constituent district board has to the budget. If an intermediate  
21 school board receives any specific objections or proposed  
22 changes, the intermediate school board shall consider the  
23 proposed budget changes.

24       (c) Not later than June 15 of each year, the intermediate  
25 school board shall submit the proposed budget for review and  
26 approval to a meeting consisting of 1 board member from each  
27 constituent district to represent the constituent district. At

1 the meeting, the president of the intermediate school board shall  
2 preside and the secretary of the intermediate school board shall  
3 keep the minutes. Approval of the proposed intermediate school  
4 district budget shall be by majority vote of the representatives  
5 of the constituent districts present at the meeting.

6 (3) The tax allocation board shall receive the budget from  
7 its county clerk and shall allocate a tax rate to the  
8 intermediate school district. Not later than September 1 of each  
9 year, or not later than 5 days after the election if taxes are  
10 authorized at an election held pursuant to section 36(2) of the  
11 general property tax act, ~~Act No. 206 of the Public Acts of~~  
12 ~~1893, being section 211.36 of the Michigan Compiled Laws 1893 PA~~  
13 **206, MCL 211.36**, the secretary of the intermediate school board  
14 shall file a certified copy of the resolution of the intermediate  
15 school board certifying the taxes to be levied on the taxable  
16 property within the intermediate school district with the clerk  
17 of each city and township in which the district is situated.

18 (4) As used in this section, "general fund operating budget"  
19 means the budget that includes revenues from the intermediate  
20 school district's share of mills as determined by the tax  
21 allocation board or by referendum and state school aid.  
22 Disbursements from the general fund operating budget shall apply  
23 to those expenditures required for the operation of all  
24 intermediate school district programs except cooperative  
25 education, special education, and vocational education, and may  
26 apply to any expenditures from the general fund to assist with  
27 the costs of cooperative education, special education, and

1 vocational education.