

HOUSE BILL No. 4774

May 8, 1989, Introduced by Reps. Bartnik, DeMars, Stallworth, Krause, Hoffman and Stopczynski and referred to the Committee on Public Utilities.

A bill to amend section 1274a of Act No. 451 of the Public Acts of 1976, entitled as amended

"The school code of 1976,"

as amended by Act No. 22 of the Public Acts of 1985, being section 380.1274a of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 1274a of Act No. 451 of the Public Acts
2 of 1976, as amended by Act No. 22 of the Public Acts of 1985,
3 being section 380.1274a of the Michigan Compiled Laws, is amended
4 to read as follows:

5 Sec. 1274a. (1) The board of a school district, intermedi-
6 ate school district, or local act school district may provide for
7 energy conservation improvements to be made to school facilities
8 and may pay for the improvements from operating funds of the
9 school district or from the proceeds of bonds or notes issued for

1 energy conservation improvements or may enter into contracts in
2 which the cost of the energy conservation improvements is paid
3 from a portion of the savings which result from the
4 improvements. These contractual agreements may provide that the
5 costs of improvements will be paid only if the energy savings are
6 sufficient to cover them. Energy conservation improvements may
7 include, but are not limited to, heating system improvements,
8 fenestration improvements, roof improvements, the installation of
9 any insulation, the installation or repair of heating or air con-
10 ditioning controls, and entrance or exit way closures.

11 (2) The board of a school district, intermediate school dis-
12 trict, or local act school district may provide for the removal
13 or treatment of asbestos or other material injurious to health
14 for school facilities and may pay for the improvements from oper-
15 ating funds of the school district or from the proceeds of bonds
16 or notes issued for such purpose.

17 (3) Issuance of bonds for the purposes authorized by this
18 section shall be considered as issued for capital expenditures
19 for all purposes including section 16 of article IX of the state
20 constitution of 1963.

21 (4) Energy conservation improvements or substance removal or
22 treatment authorized by this section shall be subject to the com-
23 petitive bidding requirements of section 1267.

24 (5) If energy conservation improvements are made by a school
25 district or an intermediate school district as provided in this
26 section, the school board of the school district or an
27 intermediate school district shall report the following

1 information to the ~~energy administration of the department of~~
2 ~~commerce~~ MICHIGAN PUBLIC SERVICE COMMISSION within 60 days after
3 the completion of the improvements:

4 (a) Name of each facility to which an improvement was made
5 and a description of the conservation improvements. —

6 (b) Actual energy consumption during the 12-month period
7 before completion of the improvement. —

8 (c) Project costs and expenditures. —, and

9 (d) Estimated annual energy savings.

10 (6) If energy conservation improvements are made as provided
11 in this section, the school board of the school district or an
12 intermediate school district shall report to the ~~energy adminis-~~
13 ~~tration of the department of commerce~~ MICHIGAN PUBLIC SERVICE
14 COMMISSION by July 1 of each of the 5 years after the improve-
15 ments are completed the actual annual energy consumption of each
16 facility to which improvements were made. The forms for the
17 reports required by this section shall be furnished by the
18 ~~energy administration~~ MICHIGAN PUBLIC SERVICE COMMISSION.