

**School Bond Qualification and Loan Program
Annual Computed Millage Waiver Requests Related to
Refunding and Subsequent Computed Millage Recalculations**

Public Act 92 of 2005, as amended (“Act 92”), provides for the waiver in certain circumstances of a portion of the computed millage required to be levied by a school district to pay principal and interest on its qualified bonds and qualified loans. Treasury will consider annual waiver requests to levy a recalculated computed millage that is less than the computed millage stated on the applicant’s most recent order qualifying bonds but not lower than the computed millage rate noted on the applicant’s current loan agreement in effect at the time of the request. For school districts that have issued refunding bonds subsequent to entering into a loan agreement, by statute there may be a higher computed millage rate reflected on the most recent order qualifying bonds than on the loan agreement.

1. Subject to paragraph 2, below, this waiver must be requested annually prior to June 1 each year and may be granted if all of the following statutory conditions are met:

(a) The school board of the school district has applied to the state treasurer for permission to levy a recalculated computed millage as described above.

(b) The application specifies the number of mills the school district requests permission to levy (which shall be equal to the recalculated computed millage).

(c) The waiver will be financially beneficial to this state, the school district, or both. **Note:** It shall be presumed that the recalculated computed millage, despite being lower than the computed millage reflected on the applicant’s most recent order qualifying bonds, but no lower than the computed millage rate reflected on the applicant’s current loan agreement in effect at the time of the request, meets this condition.

(d) The waiver will not reduce the millage levied by the school district to pay principal and interest on qualified bonds and/or qualified loans under Act 92 to less than 7 mills.

(e) The board of the school district, by resolution, will agree to comply with all conditions that the state treasurer considers necessary, and as specified in the waiver. **Note:** Any conditions are anticipated to be only those needed to address any unforeseeable circumstances unique to and presented by individual districts. The Department’s approach to those circumstances will be uniform to the extent possible.

2. Once a waiver has been approved, for each subsequent consecutive year where the recalculated computed millage is lower than the computed millage stated on the most recent order qualifying bonds for the district, the district may continue to levy the lesser recalculated computed millage as long as it is sufficient to repay all outstanding loans by the final mandatory repayment date. Board acknowledgement of the waiver continuance will be obtained during the Annual Loan Application process and will satisfy the annual waiver requirement.

Instructions: If confirmed taxable value amounts are not available prior to board certification, estimated taxable values may be used in the application. Revised financial schedules with confirmed taxable values must be submitted prior to Treasury approval. Complete and timely applications should be processed no later than June 10th.

Complete the attached waiver request form and submit along with current millage/financial projections no later than June 1 to:

School Bond Qualification and Loan Program
430 West Allegan Street
Lansing, MI 48922

Questions: Contact the School Bond Qualification and Loan Program at 517-335-0994

School Bond Qualification and Loan Program Annual Computed Millage Waiver Request

School District Legal Name	Street Address
Superintendent Name	City, State, Zip
Superintendent Phone	District Code

Computed Millage on Most Recent Order Qualifying Bonds	
Computed Millage on Loan Agreement	
Reduced Millage Rate Requested (most recent recalculated computed millage)	
Taxable Values Based on Estimated or Actual?	

Board Resolution

The district requests a waiver from the state treasurer for the district's next levy to levy the most recent recalculated computed millage, a millage less than what would otherwise be required to be levied pursuant to Act 92, but still sufficient to timely pay principal and interest on outstanding qualified bonds and loans. The district is hereby authorized to comply with all conditions that the state treasurer considers necessary.

Meeting Date: _____

Present: Members _____

Absent: Members _____

Ayes: Members _____

Nays: Members: _____

Secretary, Board of Education Name	Secretary, Board of Education Signature
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Financial Advisor Name	Financial Advisor Phone
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