

SENATE BILL No. 862

November 29, 2001, Introduced by Senator HAMMERSTROM and referred to the Committee on Finance.

A bill to amend 1986 PA 59, entitled
"Resort district rehabilitation act,"
by amending sections 8 and 14 (MCL 125.2208 and 125.2214),
section 8 as amended by 1996 PA 209.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 8. (1) Subject to the provisions of section 7, an
2 authority may levy an ad valorem tax on the taxable value of the
3 real and tangible personal property located in the resort dis-
4 trict and not exempt by law. The tax shall not be more than 3
5 mills for a period of not more than 5 years. The tax shall be
6 collected by the township creating the authority levying the
7 tax. The township shall collect the tax at the same time and in
8 the same manner as it collects its other ad valorem taxes. The
9 tax shall be paid to the treasurer of the authority and credited

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1 to the general fund of the authority for purposes of the
2 authority.

3 (2) An authority may borrow money and issue its notes for
4 that money pursuant to the ~~municipal finance act, Act No. 202 of~~
5 ~~the Public Acts of 1943, being sections 131.1 to 139.3 of the~~
6 ~~Michigan Compiled Laws~~ REVISED MUNICIPAL FINANCE ACT, 2001
7 PA 34, MCL 141.2101 TO 141.2821, in anticipation of collection of
8 the ad valorem tax authorized in this section.

9 (3) Except as provided in subsection (4), the authority may
10 extend the tax levied under this section for periods of not more
11 than 5 years. An extension of the tax shall not be more than 3
12 mills. An extension shall not be levied unless, before September
13 15 of the year following the year in which a previously approved
14 tax levy expires, the extension is approved by a majority of the
15 electors who reside in the resort district and who vote on the
16 proposition.

17 (4) If a tax levy has been previously levied and approved by
18 a majority of electors who reside within the resort district on 2
19 previous occasions, the authority may extend the tax levied under
20 this section for a period of not more than 10 years. An exten-
21 sion of the tax shall not be more than 3 mills. An extension
22 under this subsection shall not be levied unless, before
23 September 15 following the year in which a previously approved
24 tax levy expires, the extension is approved by a majority of the
25 electors who reside in the resort district and who vote on the
26 proposition.

1 Sec. 14. (1) If authorized in the ordinance or resolution
2 of the township creating the authority, by resolution of its
3 board, and subject to the limitations set forth in this section,
4 the authority may authorize, issue, and sell its bonds to finance
5 a rehabilitation plan. The bonds shall mature not later than the
6 last year for which the authority is entitled to levy an ad
7 valorem tax pursuant to section 8 and shall be subject to the
8 ~~municipal finance act, Act No. 202 of the Public Acts of 1943,~~
9 ~~being sections 131.1 to 139.3 of the Michigan Compiled Laws~~
10 REVISED MUNICIPAL FINANCE ACT, 2001 PA 34, MCL 141.2101 TO
11 141.2821.

12 (2) If electors have approved the millage pursuant to
13 section 7, the township board may, by a majority vote of its mem-
14 bers make a limited tax pledge of its full faith and credit for
15 the payment of principal and interest on the authority's bonds
16 issued pursuant to this section.