

SENATE BILL No. 846

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

A bill to amend 1931 PA 246, entitled

"An act to provide for the construction, repair, and maintenance of pavements, sidewalks, and elevated structures on or along public roads and highways; to provide for the levying of taxes and of special assessments; to authorize the borrowing of money and the issuance of bonds; to prescribe the powers and duties of certain state and local agencies and officers; to validate actions taken, special assessments levied, and bonds issued; and to provide for the lighting of certain roads, highways, and bridges,"

by amending section 13a (MCL 41.283a).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 13a. ~~The commissioners may issue and sell bonds bear-~~
2 ~~ing not to exceed the maximum rate permitted by Act No. 202 of~~
3 ~~the Public Acts of 1943, as amended, to an amount not exceeding~~
4 ~~the total assessments levied in any district, and pledge the full~~
5 ~~faith and credit of the assessment district for the payment of~~
6 ~~said bonds. When bonds are issued, all payments made on the~~
7 ~~assessments shall be paid into and constitute a fund, hereinafter~~

1 ~~referred to as the assessment district sinking fund, for the~~
2 ~~payment of the principal and interest on said bonds until such~~
3 ~~fund is sufficient to retire all bonds at maturity.~~

4 (1) The township board of any township in which a special
5 assessment district is created under the provisions of this act
6 may, by resolution duly adopted, pledge the full faith and credit
7 of the township for the payment of bonds issued on ~~said~~ THAT
8 special assessment district. Whenever an assessment district
9 sinking fund is insufficient to pay the bonds and interest
10 ~~thereon~~ ON THE BONDS when due, and the FULL faith and credit of
11 the township have been pledged to the payment of ~~such~~ THOSE
12 bonds, the amount necessary to make ~~such~~ THE payment shall be
13 IMMEDIATELY paid into ~~such~~ THE assessment district sinking fund
14 by the township. ~~forthwith.~~ In any case where ~~such~~ THE pay-
15 ment is made by the township, all special assessments collected
16 in ~~such~~ THE district after all bonds issued have been retired
17 or sufficient funds have been accumulated in the assessment dis-
18 trict sinking fund to retire all ~~such~~ THE bonds shall belong to
19 and be turned over to the township.

20 (2) BONDS ISSUED UNDER THIS ACT ARE SUBJECT TO THE REVISED
21 MUNICIPAL FINANCE ACT, 2001 PA 34, MCL 141.2101 TO 141.2821.