## **SENATE BILL No. 1120**

March 7, 2006, Introduced by Senators GOSCHKA, BARCIA, ALLEN, CROPSEY and BIRKHOLZ and referred to the Committee on Local, Urban and State Affairs.

A bill to amend 1957 PA 185, entitled

"An act to authorize the establishing of a department and board of public works in counties; to prescribe the powers and duties of any municipality subject to the provisions of this act; to authorize the incurring of contract obligations and the issuance and payment of bonds or notes; to provide for a pledge by a municipality of its full faith and credit and the levy of taxes without limitation as to rate or amount to the extent necessary; to validate obligations issued; and to prescribe a procedure for special assessments and condemnation,"

by amending sections 13 and 25 (MCL 123.743 and 123.755), section 25 as amended by 2002 PA 407.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 13. (1) —When— IF the board of public works —shall determine— DETERMINES to spread all or part of the cost of a project to a special assessment district, it shall proceed as

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- 1 provided in UNDER chapter 2. of this act.
- 2 (2) If a municipality other than a county operating under this
- 3 act elects to raise moneys to pay all or any portion of its share
- 4 of the cost of a project by assessing the -same COST upon
- 5 benefited lands, its governing body shall DO so determine by
- 6 resolution and fix the district -therefor FOR ASSESSMENT.
- 7 (3) The governing body shall -then cause a special assessment
- 8 roll to be prepared and thereafter the proceedings in respect to
- 9 OF the special assessment roll and the making and collection of the
- 10 special assessments thereon, shall be in accordance with the
- 11 provisions of the statute or charter governing special assessments
- 12 in the municipality, except that the total assessment may be
- 13 divided into any number of installments not exceeding -30, and any
- 14 40.
- 15 (4) ANY person assessed shall have the right at the hearing
- 16 upon the special assessment roll to object to the special
- 17 assessment district <del>previously</del> established <del>in which event due</del>
- 18 consideration shall be given to the objections UNDER THIS SECTION.
- 19 Sec. 25. (1) The board of public works may provide that the
- 20 assessments made on any roll shall be payable in 1 or more annual
- 21 installments, not exceeding  $\frac{30}{40}$ . The board may vary the
- 22 principal amount of each installment but an installment shall not
- 23 be less than 1/4 of the amount of a subsequent installment. Annual
- 24 installments need not be extended upon the special assessment roll
- 25 until after confirmation.
- 26 (2) All unpaid installments shall bear interest from the date
- 27 fixed by the board of public works, payable annually, at a rate to

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- 1 be set by the board at the time the special assessment is
- 2 established, which shall not exceed any of the following:
- 3 (a) If bonds are not issued, 8% per annum.
- 4 (b) If bonds are issued, the maximum rate permitted to be
- 5 charged under the revised municipal finance act, 2001 PA 34, MCL
- 6 141.2101 to 141.2821.
- 7 (3) Installments of special assessments shall be spread as
- 8 provided in this act, 1 each year, upon the tax rolls upon which
- 9 county taxes are spread. The board of public works shall specify
- 10 the first year of this spread, which shall not be later than the
- 11 year following that in which the roll was confirmed. The board may
- 12 provide the times and conditions upon which installments of special
- 13 assessments may be paid in advance of their due dates.
- 14 (4) Bonds issued under this section are subject to the revised
- 15 municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821.

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