

# HOUSE BILL No. 4218

February 9, 2011, Introduced by Reps. Pscholka and McMillin and referred to the Committee on Local, Intergovernmental, and Regional Affairs.

A bill to amend 1909 PA 279, entitled  
"The home rule city act,"  
by amending section 36a (MCL 117.36a), as added by 2003 PA 210.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 36a. (1) Except as otherwise provided under this section,  
2       if a financial emergency exists under the ~~local government fiscal~~  
3       ~~responsibility act, 1990 PA 72, MCL 141.1201 to 141.1291,~~ **LOCAL**  
4       **GOVERNMENT AND SCHOOL DISTRICT FISCAL ACCOUNTABILITY ACT**, a city  
5       may issue financial recovery bonds in amounts greater than the  
6       limitations established by the city charter or this act.

7       (2) Any financial recovery bonds issued under this section are  
8       subject to the terms and conditions approved by the local emergency  
9       financial assistance loan board created under the emergency

1 municipal loan act, 1980 PA 243, MCL 141.931 to 141.942.

2 (3) Any financial recovery bonds issued under this section are  
3 not subject to section 5(g).

4 (4) Notwithstanding subsection (1), the net indebtedness of a  
5 city, reduced by any amounts excluded under section 4a(4), shall  
6 not exceed 20% of the assessed value of the city.

7 (5) Financial recovery bonds issued under this section are not  
8 subject to the revised municipal finance act, 2001 PA 34, MCL  
9 141.2101 to 141.2821.

10 Enacting section 1. This amendatory act does not take effect  
11 unless Senate Bill No.\_\_\_\_ or House Bill No. 4214(request no.  
12 00011'11) of the 96th Legislature is enacted into law.