

HOUSE BILL No. 4194

February 6, 2013, Introduced by Reps. Brunner, Brown, Smiley and Johnson and referred to the Committee on Local Government.

A bill to amend 1978 PA 30, entitled

"An act to provide for the creation and use of budget stabilization funds by counties, cities, villages, and townships,"

by amending section 3 (MCL 141.443).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 3. (1) Each fiscal year following the fiscal year in
2 which a fund is created, the governing body of the municipality
3 ~~which~~ **THAT** created the fund may appropriate **TO THE FUND**, by an
4 ordinance or resolution adopted by a 2/3 vote of the members
5 elected and serving, all or part of a surplus in the general fund
6 resulting from an excess of revenue in comparison to expenses. ~~to~~
7 ~~the fund.~~

8 (2) A municipality shall not impose additional taxes producing
9 revenue in excess of that needed for its estimated budget in order
10 to provide for money to be appropriated to the fund.

1 (3) The amount of money in the fund shall not exceed either
2 ~~15%~~**20%** of the municipality's most recent general fund budget, as
3 originally adopted, or ~~15%~~**20%** of the average of the municipality's
4 5 most recent general fund budgets, as amended, whichever is less.

5 (4) The money in the fund may be invested as provided by law
6 with the earnings of the fund to be returned to the municipality's
7 general fund.

8 (5) If the money in the fund exceeds that permitted in
9 subsection (3), the excess money shall be appropriated in the
10 municipality's next general fund budget, but shall not be
11 appropriated to the fund.