

SENATE BILL No. 1053

May 28, 1996, Introduced by Senators BOUCHARD, STEIL, SCHUETTE, MC MANUS, A. SMITH, V. SMITH and BERRYMAN and referred to the Committee on Financial Services.

A bill to amend sections 3, 5, 9, 11, 15, 17, 19, 21, 27, and 29 of Act No. 292 of the Public Acts of 1989, entitled "Metropolitan council act,"

being sections 124.653, 124.655, 124.659, 124.661, 124.665, 124.667, 124.669, 124.671, 124.677, and 124.679 of the Michigan Compiled Laws; and to add section 27a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Sections 3, 5, 9, 11, 15, 17, 19, 21, 27, and 29
- 2 of Act No. 292 of the Public Acts of 1989, being sections
- 3 124.653, 124.655, 124.659, 124.661, 124.665, 124.667, 124.669,
- 4 124.671, 124.677, and 124.679 of the Michigan Compiled Laws, are
- 5 amended and section 27a is added to read as follows:
- 6 Sec. 3. As used in this act:
- 7 (a) "Articles" means a council's articles of incorporation
- 8 provided for in section 5.

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- (b) "Council" means a metropolitan council established
- 2 pursuant to this act.
- 3 (c) "Council area" means, FOR A METROPOLITAN AREA COUNCIL,
- 4 the combined territory of the participating cities, villages, and
- 5 townships. COUNCIL AREA MEANS, FOR A METROPOLITAN REGION, THE
- 6 ACTUAL TERRITORY OR THE LOCAL GOVERNMENTAL UNIT OR UNITS PARTICI-
- 7 PATING IN THE METROPOLITAN REGION.
- 8 (d) "Largest" means, if used in reference to a county, the
- 9 county having the greatest population residing in participating
- 10 cities, villages, and townships. "Largest", if used in reference
- 11 to a participating local governmental unit, means the participat-
- 12 ing local governmental unit having the greatest population.
- 13 "LARGEST", IF USED IN REFERENCE TO ONLY | PARTICIPATING LOCAL
- 14 GOVERNMENTAL UNIT, MEANS THAT UNIT.
- (e) "Local governmental unit" means a county, township,
- 16 city, or village.
- (f) "Metropolitan area" means a metropolitan statistical
- 18 area , as defined as of the effective date of this act, by the
- 19 United States department of commerce or a successor agency, with
- 20 a population of less than $\frac{1,000,000}{100}$ 700,000 people.
- 21 (G) "METROPOLITAN REGION" MEANS A METROPOLITAN STATISTICAL
- 22 AREA WITH A POPULATION OF MORE THAN 700,000 PEOPLE.
- 23 (H) "METROPOLITAN STATISTICAL AREA" MEANS THAT TERM AS
- 24 DEFINED BY THE UNITED STATES DEPARTMENT OF COMMERCE OR A SUCCES-
- 25 SOR AGENCY AS OF JANUARY 3, 1990.
- 26 (I) (g)- "Participating", if used in reference to a local
- 27 governmental unit, means 1 of the following:

- (i) After formation of a metropolitan council, a local
- 2 governmental unit that has joined in the formation of the council
- 3 or been added to the council pursuant to section !! and that has
- 4 not withdrawn pursuant to section 33.
- 5 (ii) Before formation of a metropolitan council, a local
- 6 governmental unit named in the articles of incorporation as a
- 7 participating local governmental unit.
- 8 (J) "TAX EXEMPT ENTITY" MEANS AN ORGANIZATION EXEMPT FROM
- 9 TAXATION UNDER SECTION 501(c) OF THE INTERNAL REVENUE CODE OF
- 10 1986, 26 U.S.C. 501(c).
- 11 Sec. 5. (1) A combination of 2 or more local governmental
- 12 units in a metropolitan area ANY OF THE FOLLOWING may form a
- 13 metropolitan council by adopting articles of incorporation pursu-
- 14 ant to the requirements of sections 7 and 9: -
- (A) A CITY WITH A POPULATION OF NOT LESS THAN 900,000
- 16 PEOPLE.
- 17 (B) A COUNTY WITH A POPULATION OF NOT LESS THAN 700,000
- 18 PEOPLE.
- (C) A COMBINATION OF ANY LOCAL GOVERNMENTAL UNITS IN THE
- 20 SAME METROPOLITAN REGION DESCRIBED IN SUBDIVISION (A) OR (B).
- 21 (D) A COMBINATION OF 2 OR MORE LOCAL GOVERNMENTAL UNITS IN A
- 22 METROPOLITAN AREA.
- 23 (2) A council is a public corporate body with power to sue
- 24 and be sued in any court of the state.
- 25 (3) A council is an authority under section 6 of article IX
- 26 of the state constitution of 1963.

- 1 (4) A council possesses all the powers necessary for
 2 carrying out the purposes of its formation. The enumeration of
 3 specific powers in this act shall not be construed as a limita4 tion on the general powers of a council, consistent with its
- Sec. 9. (1) The articles of a council shall be adopted and 7 may be amended by an affirmative vote of a majority of the mem-8 bers elected to and serving on the legislative body of each par-9 ticipating local governmental unit.
- (2) Before the articles or amendments are adopted by any
 participating local governmental unit, the articles or amendments
 shall be published by the clerk of the largest participating
 local governmental unit. THE CLERK SHALL PUBLISH THE ARTICLES OR
 AMENDMENTS at least once in a newspaper generally circulated
 be within the participating cities, villages, and townships. If the
 Participating Local Governmental unit is not participating with
 ANY OTHER LOCAL GOVERNMENTAL UNIT, THE CLERK SHALL PUBLISH THE
 BARTICLES OR AMENDMENTS AT LEAST ONCE IN A NEWSPAPER GENERALLY
 CIRCULATED WITHIN THAT LOCAL GOVERNMENTAL UNIT.
- 20 (3) The adoption of articles or amendments by the legisla-21 tive body of a local governmental unit shall be evidenced by an 22 endorsement on the articles or amendments by the clerk of the 23 local governmental unit in a form substantially as follows:

5 articles.

| 1 | These articles of incorporation (or amendments) were adopted |
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| 2 | by an affirmative vote of a majority of the members serving on |
| 3 | the legislative body of, |
| 4 | at a meeting duly held on the day |
| 5 | of, A.D., |
| 6 | |
| 7 | |
| 8 | (4) Upon adoption of the articles or amendments, a printed |
| 9 | copy of the articles or the amended articles shall be filed by |
| 10 | the clerk of the SINGLE PARTICIPATING LOCAL GOVERNMENTAL UNIT OR |
| 11 | THE largest participating local governmental unit THAT IS PARTIC- |
| 12 | IPATING WITH OTHER LOCAL GOVERNMENTAL UNITS. FILING SHALL BE |
| 13 | with the secretary of state, AND, AS APPLICABLE, the clerk of |
| 14 | each county in which is located all or part of a participating |
| 15 | city, village, or township, and the clerk of each participating |
| 16 | city, village, or township. |
| 17 | Sec. 11. (1) A local governmental unit IN A METROPOLITAN |
| 18 | AREA may be added to the A council after the council's |
| 19 | incorporation IN THAT METROPOLITAN AREA, AND A LOCAL UNIT OF |
| 20 | GOVERNMENT IN A METROPOLITAN REGION MAY BE ADDED TO A COUNCIL IN |
| 21 | THAT METROPOLITAN REGION, upon satisfaction of all of the follow- |
| 22 | ing requirements: |

23 (a) A majority of the members elected to and serving on the
24 legislative body of the local governmental unit vote to adopt a
25 resolution stating that the local governmental unit desires to be
26 added to the council and that it accepts the requirements of the

- 1 articles as amended to reflect the addition of the local
- 2 governmental unit.
- 3 (b) If there is a tax levied by the council pursuant to
- 4 section 7 and the local governmental unit is a city, village, or
- 5 township, the tax is authorized by a majority of the electors of
- 6 that city, village, or township voting on the proposal.
- 7 (c) The articles are amended to reflect the addition of the
- 8 local governmental unit.
- 9 (2) Upon addition of a local governmental unit to a council,
- 10 a printed copy of the amended articles shall be filed as required
- 11 by section 9 by the clerk of the local governmental unit added to
- 12 the council.
- 13 Sec. 15. (1) A council FOR A METROPOLITAN AREA OR A METRO-
- 14 POLITAN REGION shall have a chairperson. The chairperson shall
- 15 act as principal executive officer and shall preside at the meet-
- 16 ings of the council. Meeting times and places shall be fixed by
- 17 the council and special meetings may be called by a majority of
- 18 the delegates on the council or by the chairperson. The chair-
- 19 person shall have such powers and duties as provided in the
- 20 articles.
- 21 (2) In addition to the chairperson, a METROPOLITAN AREA'S
- 22 council shall have other officers as may be provided in the
- 23 articles. The chairperson and other officers shall be elected by
- 24 the council and shall be council delegates. However, a secretary
- 25 and treasurer need not be council delegates.
- 26 (3) THE BOARD OF DIRECTORS OF A METROPOLITAN REGION'S
- 27 COUNCIL SHALL CONSIST OF 4 MEMBERS FROM EACH LOCAL GOVERNMENTAL

- 1 UNIT PARTICIPATING IN THE COUNCIL. EACH MEMBER SHALL BE
- 2 APPOINTED BY AND SERVE AT THE PLEASURE OF THE CHIEF EXECUTIVE
- 3 OFFICER OF HIS OR HER LOCAL GOVERNMENTAL UNIT.
- 4 (4) $\frac{(3)}{(3)}$ If provided in the articles, a council FOR A MET-
- 5 ROPOLITAN AREA OR FOR A METROPOLITAN REGION may appoint an execu-
- 6 tive director to serve at the council's pleasure as the principal
- 7 administrator for the council. The director shall not be a dele-
- 8 gate, shall be selected on the basis of training and experience,
- 9 and shall have the powers and duties as provided in the council
- 10 bylaws adopted pursuant to section 21.
- (5) -(4) If specifically authorized by law, a council FOR A
- 12 METROPOLITAN AREA OR FOR A METROPOLITAN REGION may make appoint-
- 13 ments to other governmental agencies.
- 14 Sec. 17. (1) A METROPOLITAN AREA'S council may pay each
- 15 council delegate a per diem compensation for each council meeting
- 16 attended and for other designated services performed by the coun-
- 17 cil delegate. A METROPOLITAN AREA'S council may reimburse each
- 18 council delegate for reasonable expenses incurred in attending
- 19 council meetings and performing services designated by the THAT
- 20 council. A METROPOLITAN REGION'S COUNCIL SHALL SERVE WITHOUT
- 21 COMPENSATION BUT UPON APPROVAL OF THAT COUNCIL'S BOARD OF DIREC-
- 22 TORS MAY BE REIMBURSED FOR ACTUAL AND NECESSARY EXPENSES INCURRED
- 23 IN THE PERFORMANCE OF THE COUNCIL'S OFFICIAL DUTIES.
- 24 (2) The budget of a METROPOLITAN AREA OR METROPOLITAN REGION
- 25 council prepared pursuant to section 21 shall provide as a sepa-
- 26 rate account anticipated expenditures for per diem compensation
- 27 and expense reimbursement for the chairperson and other council

- 1 delegates. Compensation or reimbursement shall be paid to the
- 2 chairperson and other council delegates only if budgeted.
- 3 Sec. 19. (1) -The- A METROPOLITAN AREA COUNCIL'S articles
- 4 may authorize -a THAT council to propose standards, criteria,
- 5 and suggested model ordinances to regulate the use and develop-
- 6 ment of land and water within the council area.
- 7 (2) To the extent authorized in -the- A METROPOLITAN AREA
- 8 COUNCIL'S articles, -a THE METROPOLITAN AREA council may plan,
- 9 promote, finance, issue bonds for, acquire, improve, enlarge,
- 10 extend, own, construct, replace, or contract for public improve-
- 11 ments and services including, but not limited to, the following:
- (a) Water and sewer public improvements and services.
- (b) Solid waste collection, recycling, and disposal.
- (c) Parks, museums, zoos, wildlife sanctuaries, and recrea-
- 15 tional facilities.
- (d) Special use facilities.
- (e) Ground and air transportation and facilities, including
- 18 airports.
- (f) Economic development and planning for the council area.
- 20 (q) Higher education public improvements and services.
- 21 (3) A METROPOLITAN REGION COUNCIL'S ARTICLES MAY AUTHORIZE
- 22 THAT COUNCIL TO PROVIDE FUNDING, SUPPLEMENTAL TO FUNDING RECEIVED
- 23 FROM OTHER SOURCES, FOR ARTS AND CULTURAL FACILITIES AND PROGRAMS
- 24 LOCATED WITHIN THE METROPOLITAN REGION THAT THE COUNCIL SERVES.
- 25 AS USED IN THIS SECTION, "FACILITIES AND PROGRAMS" MEANS STRUC-
- 26 TURES, FIXTURES, AND ACTIVITIES PROVIDED BY A TAX EXEMPT ENTITY
- 27 THAT HAS BEEN IN EXISTENCE FOR AT LEAST 18 CONSECUTIVE MONTHS

- 1 BEFORE BECOMING ELIGIBLE FOR FUNDING UNDER THIS SECTION.
- 2 FACILITIES AND PROGRAMS MAY INCLUDE ZOOLOGICAL, BOTANICAL, OR
- 3 OTHER SCIENCE CENTERS, MUSEUMS OR HISTORICAL CENTERS, PERFORMING
- 4 ARTS CENTERS, ORCHESTRAS, CHORUSES, CHORALES, OPERA THEATERS, AND
- 5 BALLET, DANCE, AND THEATER COMPANIES. FACILITIES AND PROGRAMS DO
- 6 NOT INCLUDE LABOR ORGANIZATIONS, POLITICAL ORGANIZATIONS, LIBRAR-
- 7 IES OR PUBLIC, PRIVATE, OR CHARTER SCHOOLS.
- 8 (4) (3) A METROPOLITAN AREA council shall not contract for
- 9 the operation by another person of a public improvement or serv-
- 10 ice acquired by the council pursuant to subsection (2).
- 11 (5) -(4)- A METROPOLITAN AREA COUNCIL OR A METROPOLITAN
- 12 REGION council may establish divisions, bureaus, and committees,
- 13 including advisory committees. Members of advisory committees
- 14 shall serve without compensation but may be reimbursed for their
- 15 reasonable expenses as determined by the council.
- 16 (6) (5) A METROPOLITAN AREA council in cooperation with
- 17 other agencies and departments of the state and the state univer-
- 18 sities may develop a center for data collection and storage to be
- 19 used by the council and other governmental users and may furnish
- 20 information on subjects such as population, land use, and govern-
- 21 mental finances.
- 22 (7) -(6) A METROPOLITAN AREA council may study the feasi-
- 23 bility of programs relating but not limited to water supply,
- 24 refuse disposal, surface water drainage, communication, transpor-
- 25 tation, and other subjects of concern to the participating local
- 26 governmental units and may institute demonstration projects in
- 27 connection with the studies.

- 1 Sec. 21. (1) A METROPOLITAN AREA COUNCIL OR A METROPOLITAN
- 2 REGIONAL council may do 1 or more of the following: (a) Adopt
- 3 ADOPT bylaws for the administration of the council.
- 4 ADDITIONALLY, A METROPOLITAN AREA COUNCIL MAY DO 1 OR MORE OF THE
- 5 FOLLOWING:
- 6 (A) (b) Acquire and hold, by purchase, lease, grant, gift,
- 7 devise, land contract, installment purchase contract, bequest,
- 8 condemnation, or other legal means, real and personal property
- 9 within or without the participating cities, villages, and
- 10 townships. The property may include franchises, easements, or
- 11 rights of way on, under, or above any property. The council may
- 12 pay for the property from, or pledge for the payment of the prop-
- 13 erty, revenue of the council. A council shall not condemn public
- 14 property.
- (B) (c) Apply for and accept grants, loans, or contribu-
- 16 tions from the federal government or any of its agencies, this
- 17 state, or other public or private agencies to be used for any of
- 18 the purposes of this act.
- 19 (C) $\frac{\text{(d)}}{\text{(d)}}$ Sell or lease property acquired for the purposes
- 20 of this act but not needed for those purposes.
- 21 (D) (e) Contract with a participating local governmental
- 22 unit for the provision of a service listed in section 19(2) in
- 23 the participating local governmental unit for a period not
- 24 exceeding 30 years. The service may be established or funded in
- 25 conjunction with a service of a local governmental unit, and the
- 26 provision of a service of a local governmental unit may be
- 27 delegated to a METROPOLITAN AREA council. A charge specified in

- 1 a contract is subject to increase by the METROPOLITAN AREA
- 2 council, if necessary to provide funds to meet its obligations.
- 3 A METROPOLITAN AREA council may also enter into a contract with a
- 4 nonparticipating local governmental unit for a period not exceed-
- 5 ing 30 years, except that a charge for a service under a contract
- 6 with a nonparticipating local governmental unit may be greater
- 7 than a charge to a participating local governmental unit, and is
- 8 subject to change from time to time without notice. A
- 9 METROPOLITAN AREA council's powers under this subdivision are
- 10 subject to section $\frac{-19(3)}{}$ 19(4).
- 11 (E) $\frac{-(f)}{-(f)}$ Hire employees, attorneys, accountants, and
- 12 consultants.
- 13 (2) A METROPOLITAN AREA COUNCIL OR A METROPOLITAN REGION
- 14 council shall do all of the following:
- 15 (a) Prepare budgets and appropriations acts in the manner
- 16 required of local units under the uniform budgeting and account-
- 17 ing act, Act No. 2 of the Public Acts of 1968, being sections
- 18 141.421 to 141.440a of the Michigan Compiled Laws.
- (b) If ending a fiscal year with a deficit, file a financial
- 20 plan to correct the deficit in the same manner as provided in
- 21 section 21 of Act No. 140 of the Public Acts of 1971, being sec-
- 22 tion 141.921 of the Michigan Compiled Laws.
- Sec. 27. (1) A proposal for a tax authorized to be levied
- 24 by a METROPOLITAN AREA council under section 7 shall not be
- 25 placed on the ballot unless the proposal is adopted by a resolu-
- 26 tion of the council and certified by the council not later than
- 27 70 days before the election to the county clerk of each county in

- 1 which all or part of a participating city, village, or township
- 2 is located for inclusion on the ballot. The proposal shall state
- 3 the amount and duration of the millage and shall be certified for
- 4 inclusion on the ballot at the next general election, the state
- 5 primary immediately preceding the general election, or a special
- 6 election at a proposed date not within 45 days of a state primary
- 7 or a general election, as specified by the council's resolution.
- 8 A proposed special election date shall be approved by the county
- 9 election scheduling committee of the largest county in the manner
- 10 required by section 639 of the Michigan election law, Act No. 116
- 11 of the Public Acts of 1954, being section 168.639 of the Michigan
- 12 Compiled Laws.
- 13 (2) The county election commission shall provide ballots for
- 14 an election for a tax proposal for each participating city, vil-
- 15 lage, or township or part of a participating city, village, or
- 16 township located within the county.
- (3) Except as otherwise provided in subsections (4) and (5),
- 18 an election for a tax shall be conducted by the city and township
- 19 clerks and election officials of the participating cities and
- 20 townships.
- 21 (4) If an election on a proposal for a tax is to be held in
- 22 conjunction with a general election or state primary election and
- 23 if a participating village is located within a nonparticipating
- 24 township, the township clerk and election officials shall conduct
- 25 the election. On the forty-fifth day preceding the election, the
- 26 village clerk or other official maintaining a file of qualified
- 27 and registered electors of the village shall provide to the

- 1 township clerk a list containing the name, address, and birth
- 2 date of each qualified and registered elector of the village. By
- 3 the fifteenth day preceding the election, the village clerk or
- 4 other official providing the list shall provide to the township
- 5 clerk information updating the list as of the close of
- 6 registration. Persons appearing on the list as updated are eli-
- 7 gible to vote in the election by special ballot.
- 8 (5) If a tax is to be voted on at a special election not
- 9 held in conjunction with a general election or state primary
- 10 election and if a participating village is located within a non-
- 11 participating township, the village clerk and election officials
- 12 shall conduct the election.
- 13 SEC. 27A. (1) A PROPOSAL FOR A TAX AUTHORIZED TO BE LEVIED
- 14 BY A METROPOLITAN REGION COUNCIL UNDER SECTION 7 SHALL NOT BE
- 15 PLACED ON THE BALLOT UNLESS THE PROPOSAL IS ADOPTED BY A RESOLU-
- 16 TION OF THE COUNCIL AND CERTIFIED BY THE COUNCIL NOT LATER THAN
- 17 70 DAYS BEFORE THE ELECTION TO THE COUNTY CLERK OF EACH PARTICI-
- 18 PATING COUNTY AND THE COUNTY IN WHICH ALL OR PART OF A PARTICI-
- 19 PATING CITY IS LOCATED FOR INCLUSION ON THE BALLOT. THE PROPOSAL
- 20 SHALL STATE THE AMOUNT AND DURATION OF THE MILLAGE AND SHALL BE
- 21 CERTIFIED FOR INCLUSION ON THE BALLOT AT THE NEXT GENERAL ELEC-
- 22 TION, THE STATE PRIMARY IMMEDIATELY PRECEDING THE GENERAL ELEC-
- 23 TION, OR A SPECIAL ELECTION AT A PROPOSED DATE NOT WITHIN 45 DAYS
- 24 OF A STATE PRIMARY OR A GENERAL ELECTION, AS SPECIFIED BY THE
- 25 COUNCIL'S RESOLUTION. A PROPOSED SPECIAL ELECTION DATE SHALL BE
- 26 APPROVED BY THE COUNTY ELECTION SCHEDULING COMMITTEE OF THE
- 27 LARGEST COUNTY IN THE MANNER REQUIRED BY SECTION 639 OF THE

- 1 MICHIGAN ELECTION LAW, ACT NO. 116 OF THE PUBLIC ACTS OF 1954,
- 2 BEING SECTION 168.639 OF THE MICHIGAN COMPILED LAWS.
- 3 (2) THE COUNTY ELECTION COMMISSION SHALL PROVIDE BALLOTS FOR
- 4 AN ELECTION FOR A TAX PROPOSAL FOR EACH PARTICIPATING CITY OR
- 5 PART OF A PARTICIPATING CITY LOCATED WITHIN THE COUNTY.
- 6 (3) FOR CITIES THAT PARTICIPATE IN A METROPOLITAN REGION
- 7 COUNCIL, AN ELECTION FOR A TAX SHALL BE CONDUCTED BY THE CITY
- 8 CLERKS AND ELECTION OFFICIALS OF THOSE PARTICIPATING CITIES.
- 9 Sec. 29. (1) If an election for a tax is to be held in con-
- 10 junction with a general election or a state primary election
- 11 immediately preceding a general election, the notices of close of
- 12 registration and election shall be published as provided for by
- 13 the state election laws. Otherwise, the county clerk of the
- 14 largest county shall publish the notices of close of registration
- 15 and election. The notice of close of registration shall include
- 16 the ballot language of the proposal.
- (2) The results of an election for a tax shall be canvassed
- 18 by the board of county canvassers of each county in which all or
- 19 part of a participating city, village, or township is located.
- 20 If the county is not the largest county, the board of county can-
- 21 vassers shall certify the results of the election to the board of
- 22 county canvassers of the largest county. The board of county
- 23 canvassers of the largest county shall make the final canvass of
- 24 an election for a tax based on the returns of the election
- 25 inspectors of the participating cities, villages, and townships
- 26 in that county and the certified results of the board of county
- 27 canvassers of every other county in which a participating city,

1 village, or township is located. The board of county canvassers
2 of the largest county shall certify the results of the election
3 to the council and issue certificates of election. If a majority
4 of the votes cast IN A METROPOLITAN AREA on the question of a tax
5 is ARE in favor of the proposal, the tax levy is authorized. A
6 TAX LEVY IS NOT AUTHORIZED FOR A METROPOLITAN REGION UNLESS A
7 MAJORITY OF THE VOTES CAST IN EACH PARTICIPATING COUNTY OR CITY
8 ARE IN FAVOR OF THE PROPOSAL. No more than 2 elections shall be
9 held in a calendar year on the question of a tax.