September 30, 2014, Introduced by Rep. Price and referred to the Committee on Local Government.

A bill to amend 1989 PA 24, entitled

"The district library establishment act,"

**HOUSE BILL No. 5868** 

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by amending section 3 (MCL 397.173), as amended by 2005 PA 60, and by adding sections 3c and 3d.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3. (1) Except as otherwise provided under subsection
- 2 (13), (12), 2 or more municipalities, except 2 or more school
- 3 districts that hold their regularly scheduled elections on
- 4 different dates, authorized by law to establish and maintain a
- 5 library or library services may jointly establish a district
  - library if each of the following requirements is satisfied:
- 7 (a) If the proposed district contains a public library, other
- B than a district library established under this act, and that public
  - library is recognized by the department as lawfully established for

- 1 purposes of the distribution of state aid and penal fines, the
- 2 governing board of the public library approves the establishment of
- 3 the district library.
- 4 (b) The legislative body of each municipality identified in
- 5 the agreement described in section 4 adopts a resolution providing
- 6 for the establishment of a district library and approving a
- 7 district library AN agreement.
- 8 (c) The proposed district library district does not overlap
- 9 any portion of another district library district.
- 10 (2) A participating municipality may provide in the resolution
- 11 required by subsection (1) that only a portion of its territory is
- 12 included in the district library district. Except as provided in
- 13 subsection (3), the portion of a participating municipality
- 14 included in a district library district shall be bounded by county,
- 15 township, city, village, or school district boundaries.
- 16 (3) A city, village, or township may exclude from a district
- 17 library district only that portion of the municipality's territory
- 18 located within the boundaries of a public library that is all of
- 19 the following:
- (a) Recognized by the department as lawfully established for
- 21 the purposes of the distribution of state aid and penal fines.
- 22 (b) Established under this act or any of the following acts:
- 23 (i) 1877 PA 164, MCL 397.201 to 397.217.
- 24 (ii) The revised school code, 1976 PA 451, MCL 380.1 to
- **25** 380.1852.
- 26 (iii) 1917 PA 138, MCL 397.301 to 397.305.
- 27 (4) On or before October 1, 1998, the boards of district

- 1 libraries having common jurisdiction over parcels of taxable
- 2 property shall file with the state librarian copies of resolutions
- 3 adopted by each, together with a copy of a map described in
- 4 subsection (5), certifying the exclusion of territory from one or
- 5 the other of the district library districts. The resolution and the
- 6 map shall demonstrate that no parcels of taxable property remain
- 7 within more than 1 district library district and shall additionally
- 8 demonstrate that the remaining district library districts are each
- 9 composed of a contiguous whole. If the boards of district library
- 10 districts having common jurisdiction over parcels of taxable
- 11 property have not filed such resolutions and maps with the state
- 12 librarian by October 1, 1998, the department shall approve a change
- in the boundaries of those district libraries, eliminating the
- 14 overlapped territory. The department shall obtain a statement
- 15 identifying the parcels that are located in the overlapping
- 16 territory from the treasurer of each county within which the
- 17 district library district is located and a statement of the date on
- 18 which such parcels were first included within the territory of a
- 19 district library district established in accordance with this act.
- 20 The department shall direct the district library board to ensure
- 21 that any parcel that was originally located within the boundaries
- 22 of a district library district remain in that original district
- 23 library district and be excluded from the territories of the other
- 24 district library districts in which it is located.
- 25 (4) (5)—Participating municipalities that propose to establish
- 26 a district library shall file with the state librarian both of the
- 27 following:

- 1 (a) A copy of an agreement described in section 4 that
- 2 identifies the proposed library district.
- 3 (b) A copy of a map or drawing that is no smaller than 8-1/2
- 4 by 11 inches or larger than 14 by 18 inches and clearly shows the
- 5 territory proposed to be included in the district library district.
- 6 The map shall unambiguously show the relationship of the proposed
- 7 district library district to the adjacent and constituent units of
- 8 government, which include counties, cities, villages, townships,
- 9 school districts, and district libraries.
- 10 (5) (6)—The state librarian shall review the agreement
- 11 described in section 4 and the map described in subsection (5)(b)
- 12 (4) (B) and approve or disapprove of the proposed district library
- 13 district in accordance with section 5. The participating
- 14 municipalities shall cooperate with the state librarian to correct
- 15 any errors or changes in the agreement or map that the state
- 16 librarian considers necessary to comply with this act.
- 17 (6) (7) Upon receiving notice of the state librarian's
- 18 approval of an agreement described in section 4, upon receiving
- 19 notice of a directive from the department in accordance with
- 20 subsection (4), or upon expiration of the 10-day period described
- 21 in subsection (11), (10), the secretary of the board of the
- 22 affected district library shall submit to the county treasurer of
- 23 each county in which the district library district is located and
- 24 to the treasurer of each municipality in which the district library
- 25 district is located a copy of all of the following:
- 26 (a) The state librarian's written statement of approval for
- 27 the district library issued in accordance with section 5. or the

- 1 department's directive received in accordance with subsection (4).
- 2 (b) The map or drawing of the district library's territory
- 3 described in subsection (5)(b).(4)(B).
- 4 (c) If the district library includes only a portion of a
- 5 municipality, the tax identification number of each parcel of
- 6 property within that municipality which is included in the district
- 7 library district.
- 8 (7) (8) Once an agreement is approved by the state librarian,
- 9 the agreement and boundaries of a district library established
- 10 under this act may be amended to do only the following:
- 11 (a) Provide for the withdrawal of a participating municipality
- 12 in accordance with section 24.
- 13 (b) Add a participating municipality in accordance with
- **14** section 25.
- 15 (C) PROVIDE FOR THE DISINCORPORATION, ANNEXATION,
- 16 CONSOLIDATION, OR MERGER OF A PARTICIPATING MUNICIPALITY IN
- 17 ACCORDANCE WITH SECTIONS 3C AND 3D.
- 18 (D) (c) Provide for the merging of 2 or more district
- 19 libraries.
- 20 (E) (d)—Eliminate certain territory in accordance with
- 21 subsection  $\frac{(10)}{(9)}$ .
- (8)  $\frac{(9)}{}$  For any amendment described in subsection  $\frac{(8)}{}$  (7),
- 23 the secretary of the board of the district library shall file with
- 24 each of the following a copy of the map or drawing of the amended
- 25 boundaries approved by the participating municipalities:
- 26 (a) The county treasurer of each county in which the district
- 27 library is situated.

- 1 (b) The department.
- 2 (9) (10) A district library recognized by the legislative
- 3 council before December 29, 1997 may amend its boundaries to
- 4 eliminate territory located within the legal boundaries of a public
- 5 library or another district library district, if that public
- 6 library or other district library is recognized by the department
- 7 as lawfully established for the purposes of the distribution of
- 8 state aid and penal fines. The procedures for amending an agreement
- 9 under section 5 do not apply to a boundary amendment described in
- 10 this subsection. A district library that amends its boundaries
- 11 under this subsection shall meet all of the following requirements:
- 12 (a) The board of the district library adopts a resolution
- 13 designating the territory to be excluded from its boundaries.
- 14 (b) The proposed amended boundaries exclude only that
- 15 territory which is within the legal boundaries of a public library
- 16 established under this act or any of the following acts and
- 17 recognized by the department as lawfully established for the
- 18 purposes of the distribution of state aid and penal fines:
- 19 (i) 1877 PA 164, MCL 397.201 to 397.217.
- 20 (ii) The revised school code, 1976 PA 451, MCL 380.1 to
- **21** 380.1852.
- 22 (iii) 1917 PA 138, MCL 397.301 to 397.305.
- 23 (c) The district library files with the state librarian a copy
- 24 of the resolution of the board described in subdivision (a)
- 25 together with a map or drawing that complies with the requirements
- of subsection (5)(b).(4)(B).
- 27 (10) (11) If a district library complies with subsection (4)

- 1 or (10) (9) and the state librarian does not disapprove the amended
- 2 boundaries within 10 business days after receiving the map or
- 3 drawing described in subsection  $\frac{(10)(c)}{(0)}$ , (9)(C), the boundaries are
- 4 amended.
- 5 (11) (12) The territory that has been excluded from any
- 6 district library district under subsection (4) or (10) (9) shall
- 7 remain a part of the district library district from which it has
- 8 been excluded for the purpose of levying debt retirement taxes for
- 9 bonded indebtedness of the district library district that exists on
- 10 December 29, 1997. The territory shall remain a part of that
- 11 district library district until the bonds are redeemed or
- 12 sufficient funds are available in the debt retirement fund of the
- 13 district library for that purpose.
- 14 (12) (13) Except for a school district and with the approval
- 15 of the state librarian, a single municipality may establish a
- 16 district library under this section if each of the following
- 17 requirements is satisfied:
- 18 (a) The municipality has made an assertive effort over a
- 19 period of time of not less than 3 consecutive years to form a
- 20 district library with 1 or more other municipalities.
- (b) The municipality has submitted to and received the state
- 22 librarian's approval of a plan of service.
- (c) The municipality has a population of 4,500 or more.
- 24 (d) The municipality is otherwise qualified and meets the
- 25 requirements of a district library under this act.
- (e) Any other requirements considered necessary by the state
- 27 librarian to ensure that a district library created under this

- 1 section complies with the intent of this act.
- 2 SEC. 3C. IF 2 OR MORE PARTICIPATING MUNICIPALITIES ESTABLISH A
- 3 DISTRICT LIBRARY UNDER THIS ACT AND 1 OR MORE OF THOSE
- 4 PARTICIPATING MUNICIPALITIES IS SUBSEQUENTLY DISINCORPORATED,
- 5 ANNEXED, CONSOLIDATED, OR MERGED, OR IF ALL PARTICIPATING
- 6 MUNICIPALITIES ARE CONSOLIDATED OR MERGED INTO 1 MUNICIPALITY, THE
- 7 DISINCORPORATION, ANNEXATION, CONSOLIDATION, OR MERGER DOES NOT
- 8 AFFECT THE VALIDITY OF THE DISTRICT LIBRARY, AND ALL OF THE
- 9 FOLLOWING APPLY:
- 10 (A) THE DISTRICT LIBRARY SHALL CONTINUE TO BE RECOGNIZED FOR
- 11 ALL PURPOSES AS A LAWFULLY ESTABLISHED DISTRICT LIBRARY THAT MAY
- 12 CONTINUE TO EXERCISE ALL POWERS, DUTIES, FUNCTIONS, AND
- 13 RESPONSIBILITIES, INCLUDING THE LEVY OF TAXES AUTHORIZED BY THE
- 14 ELECTORS OF THE DISTRICT, AS PROVIDED IN THE AGREEMENT, THIS ACT,
- 15 AND ANY OTHER APPLICABLE LAW.
- 16 (B) IF 2 OR MORE PARTICIPATING MUNICIPALITIES REMAIN IN THE
- 17 DISTRICT LIBRARY, THOSE MUNICIPALITIES SHALL AMEND THE AGREEMENT TO
- 18 REFLECT THE DISINCORPORATION, ANNEXATION, CONSOLIDATION, OR MERGER.
- 19 IF ONLY 1 PARTICIPATING MUNICIPALITY REMAINS IN THE DISTRICT
- 20 LIBRARY AFTER THE DISINCORPORATION, ANNEXATION, CONSOLIDATION, OR
- 21 MERGER, OR IF ALL PARTICIPATING MUNICIPALITIES ARE MERGED OR
- 22 CONSOLIDATED INTO 1 MUNICIPALITY, THAT MUNICIPALITY SHALL ASSUME
- 23 THE POWERS, DUTIES, FUNCTIONS, AND RESPONSIBILITIES OF THE FORMER
- 24 PARTICIPATING MUNICIPALITY OR MUNICIPALITIES WITHOUT AMENDMENT OF
- 25 THE AGREEMENT.
- 26 (C) THE TERMS OF THE DISTRICT LIBRARY BOARD MEMBERS SHALL
- 27 CONTINUE AS PROVIDED IN THE AGREEMENT AND THIS ACT, EXCEPT THAT IF

- 1 THE DISTRICT LIBRARY BOARD MEMBERS ARE APPOINTED, THE LEGISLATIVE
- 2 BODY OF A SINGLE REMAINING PARTICIPATING MUNICIPALITY OR A
- 3 CONSOLIDATED OR MERGED MUNICIPALITY SHALL APPOINT DISTRICT LIBRARY
- 4 BOARD MEMBERS AS THE TERMS OF DISTRICT LIBRARY BOARD MEMBERS
- 5 EXPIRE.
- 6 SEC. 3D. (1) TWO DISTRICT LIBRARIES MAY AMEND A CONTIGUOUS
- 7 BOUNDARY BY TRANSFERRING A PORTION OF 1 DISTRICT LIBRARY TO THE
- 8 OTHER DISTRICT LIBRARY IF ALL OF THE FOLLOWING REQUIREMENTS ARE
- 9 SATISFIED:
- 10 (A) THE TRANSFER AREA IS BOUNDED BY COUNTY, TOWNSHIP, CITY,
- 11 VILLAGE, OR SCHOOL DISTRICT BOUNDARIES.
- 12 (B) THE GOVERNING BOARD OF EACH DISTRICT LIBRARY ADOPTS A
- 13 RESOLUTION APPROVING THE TRANSFER BY MAJORITY VOTE OF THE MEMBERS
- 14 APPOINTED AND SERVING.
- 15 (C) BY RESOLUTION WITHIN THE TIME PERIOD SPECIFIED IN A
- 16 RESOLUTION DESCRIBED IN SUBDIVISION (B), THE GOVERNING BOARD OF
- 17 EACH PARTICIPATING MUNICIPALITY FOR BOTH DISTRICT LIBRARIES
- 18 APPROVES THE TRANSFER BY MAJORITY VOTE OF THE MEMBERS APPOINTED AND
- 19 SERVING.
- 20 (D) BOTH AGREEMENTS ARE AMENDED TO REFLECT THE TRANSFER. THE
- 21 AMENDMENTS TO THE AGREEMENTS SHALL INCLUDE, BUT ARE NOT LIMITED TO,
- 22 ALL OF THE FOLLOWING:
- 23 (i) CHANGES IN BOARD REPRESENTATION.
- 24 (ii) THE MONEY NECESSARY FROM EACH PARTICIPATING MUNICIPALITY
- 25 FOR THE ESTABLISHMENT AND OPERATION OF THE DISTRICT LIBRARIES.
- 26 (iii) A REVISED LEGAL DESCRIPTION OF THE DISTRICT.
- 27 (iv) A MAP THAT CLEARLY SHOWS THE REVISED SERVICE AREA OF EACH

- 1 NEW DISTRICT LIBRARY.
- 2 (E) EACH DISTRICT LIBRARY SHALL SUBMIT THE RESOLUTIONS
- 3 DESCRIBED IN SUBDIVISIONS (B) AND (C) AND THE AMENDMENTS TO THE
- 4 AGREEMENT DESCRIBED IN SUBDIVISION (D) TO THE STATE LIBRARIAN.
- 5 (2) IF A DISTRICTWIDE LIBRARY TAX IS BEING LEVIED IN THE
- 6 DISTRICT LIBRARY DISTRICT RECEIVING THE TRANSFER AREA, THE BOARD OF
- 7 THAT DISTRICT LIBRARY SHALL CONDITION ACCEPTANCE OF THE TRANSFER
- 8 AREA ON THE APPROVAL OF THE TAX BY A MAJORITY OF THE ELECTORS
- 9 RESIDING IN THE TRANSFER AREA. FAILURE OF A MAJORITY OF THE
- 10 ELECTORS RESIDING IN THE TRANSFER AREA TO APPROVE THE TAX DOES NOT
- 11 AFFECT THE VALIDITY OF THE CONTINUED LEVY OF ANY PREVIOUSLY
- 12 AUTHORIZED MILLAGE BY THE DISTRICT LIBRARY TRANSFERRING THE
- 13 TRANSFER AREA. A TAX LEVIED BY THE DISTRICT LIBRARY TRANSFERRING
- 14 THE TRANSFER AREA WILL BE EXTINGUISHED IN THE TRANSFER AREA UPON
- 15 APPROVAL BY A MAJORITY OF THE ELECTORS RESIDING IN THE TRANSFER
- 16 AREA.
- 17 (3) IF A DISTRICTWIDE LIBRARY TAX IS NOT BEING LEVIED BY THE
- 18 DISTRICT LIBRARY RECEIVING THE TRANSFER AREA AT THE TIME OF THE
- 19 TRANSFER, BUT A DISTRICTWIDE LIBRARY TAX IS BEING LEVIED BY THE
- 20 DISTRICT LIBRARY TRANSFERRING THE TRANSFER AREA, THE DISTRICTWIDE
- 21 TAX OF THE DISTRICT LIBRARY TRANSFERRING THE TRANSFER AREA IS
- 22 EXTINGUISHED IN THE TRANSFER AREA ONLY UPON APPROVAL OF THE
- 23 TRANSFER BY THE STATE LIBRARIAN.
- 24 (4) AS USED IN THIS SECTION, "TRANSFER AREA" MEANS THE PORTION
- 25 OF THE DISTRICT LIBRARY DISTRICT TO BE TRANSFERRED.