397.284 Limitation on borrowing money or issuing bonds or notes; conditions to issuance of
general obligation unlimited tax bonds; ballot question.

Sec. 4. (1) A district library shall not borrow money or issue bonds or notes for a sum that, together with
the total outstanding bonded indebtedness of the district library, exceeds 5% of the state equalized valuation
of the taxable property within the district.

(2) A district library shall not issue general obligation unlimited tax bonds unless all of the following
conditions are met:

(a) The board adopts a resolution submitting the question of issuing general obligation unlimited tax bonds
or notes to the electors of the district.

(b) The question of issuing general obligation unlimited tax bonds or notes is certified by the board and the
election is conducted in the manner provided in sections 14 to 23 of the district library establishment act, 1989
PA 24, MCL 397.184 to 397.193, for an election for a districtwide tax.

(c) A majority of the qualified electors of the district voting on the question approve the issuing of the
general obligation unlimited tax bonds.

(3) The question of issuing general obligation unlimited tax bonds pursuant to subsection (2) shall be
submitted by ballot in substantially the following form:

"Shall the district library, formed by
________, county[ies] of ________, State of
Michigan, borrow the sum of not to exceed
________ dollars ($________) and issue its
general obligation unlimited tax bonds for all
or a portion of that amount for the purpose of
________?

Yes [ ] No [ ]"