2

## **HOUSE BILL No. 6005**

April 26, 2006, Introduced by Reps. Ward and Stakoe and referred to the Committee on Commerce.

A bill to amend 1975 PA 197, entitled

"An act to provide for the establishment of a downtown development authority; to prescribe its powers and duties; to correct and prevent deterioration in business districts; to encourage historic preservation; to authorize the acquisition and disposal of interests in real and personal property; to authorize the creation and implementation of development plans in the districts; to promote the economic growth of the districts; to create a board; to prescribe its powers and duties; to authorize the levy and collection of taxes; to authorize the issuance of bonds and other evidences of indebtedness; to authorize the use of tax increment financing; to reimburse downtown development authorities for certain losses of tax increment revenues; and to prescribe the powers and duties of certain state officials,"

by amending section 3b (MCL 125.1653b), as amended by 1993 PA 323.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3b. (1) An ordinance enacted by a municipality that has a
  - population of less than 50,000 establishing an authority, creating
- a district, or approving a development plan or tax increment

06238'06 JLB

- 1 financing plan, or an amendment to an authority, district, or plan,
- 2 and all actions taken under that ordinance, including the issuance
- 3 of bonds, are ratified and validated notwithstanding that notice
- 4 for the public hearing on the establishment of the authority,
- 5 creation of the district, or approval of the development plan or
- 6 tax increment financing plan, or on the amendment, was not
- 7 published, posted, or mailed at least 20 days before the hearing,
- 8 if the notice was published or posted at least 15 days before the
- 9 hearing or the authority was established in 1984 by a village that
- 10 filed the ordinance with the secretary of state not later than
- 11 March, 1986. This section applies only to an ordinance adopted by a
- 12 municipality before February 1, 1991, and shall include any bonds
- 13 or amounts to be used by the authority to pay the principal of and
- 14 interest on bonds that have been issued or that are to be issued by
- 15 the authority, the incorporating municipality, or a county on
- 16 behalf of the incorporating municipality. An authority for which an
- 17 ordinance or amendment to the ordinance establishing the authority
- 18 has been published before February 1, 1991 is considered for
- 19 purposes of section 3(4) to have promptly filed the ordinance or
- 20 amendment to the ordinance with the secretary of state if the
- 21 ordinance or amendment to the ordinance is filed with the secretary
- 22 of state before October 1, 1991. As used in this section, "notice
- 23 was published" means publication of the notice occurred at least
- **24** once.
- 25 (2) A development plan and tax increment financing plan
- 26 approved by a resolution adopted by the village council of a
- 27 village having a population of less than 3,000 before June 15, 1988

06238'06 JLB

- 1 rather than by adoption of an ordinance is ratified and validated,
- 2 if an amendment to the plans was adopted by the village council in
- 3 compliance with sections 18 and 19.
- 4 (3) A DEVELOPMENT PLAN AND TAX INCREMENT FINANCING PLAN
- 5 APPROVED BY A RESOLUTION ADOPTED BY THE VILLAGE COUNCIL OF A
- 6 VILLAGE HAVING A POPULATION OF LESS THAN 7,000 BEFORE JUNE 1, 1998
- 7 RATHER THAN BY ADOPTION OF AN ORDINANCE IS RATIFIED AND VALIDATED
- 8 IF AN AMENDMENT TO THE PLANS WAS ADOPTED BY THE VILLAGE COUNCIL IN
- 9 COMPLIANCE WITH SECTIONS 18 AND 19.