SENATE BILL No. 1286

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May 6, 2008, Introduced by Senators ALLEN, BARCIA, GARCIA and BIRKHOLZ and referred to the Committee on Local, Urban and State Affairs.

A bill to amend 1951 PA 33, entitled

"An act to provide police and fire protection for townships and for certain areas in townships, certain incorporated villages, and certain cities; to authorize contracting for fire and police protection; to authorize the purchase of fire and police equipment, and the maintenance and operation of the equipment; to provide for defraying the cost of the equipment; to authorize the creation of special assessment districts and the levying and collecting of special assessments; to authorize the issuance of special assessment bonds in anticipation of the collection of special assessments and the advancement of the amount necessary to pay such bonds, and to provide for reimbursement for such advances by reassessment if necessary; to authorize the collection of fees for certain emergency services in townships and other municipalities; to authorize the creation of administrative boards and to prescribe their powers and duties; to provide for the appointment of traffic officers and to prescribe their powers and duties; and to repeal acts and parts of acts,"

by amending section 1 (MCL 41.801), as amended by 2002 PA 501.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 1. (1) The township board of a township, or the township 1 2 boards of adjoining townships acting jointly, whether or not the 3 townships are located in the same county, may purchase police and fire motor vehicles, apparatus, equipment, and housing and for that 4 5 purpose may provide by resolution for the appropriation of general or contingent funds. Before January 1, 1999, the appropriation for 6 7 fire motor vehicles, apparatus, equipment, and housing in a 1-year period shall not exceed 10 mills of the assessed valuation of the 8 9 area in their respective townships for which fire protection is to be furnished. After December 31, 1998, the appropriation for fire 10 motor vehicles, apparatus, equipment, and housing in a 1-year 11 12 period shall not exceed 10 mills of the taxable value of the area 13 in their respective townships for which fire protection is to be furnished. Before January 1, 1999, the appropriation for police 14 15 motor vehicles, apparatus, equipment, and housing in a 1-year 16 period shall not exceed 10 mills of the assessed valuation of the 17 area in their respective townships for which police protection is 18 to be furnished. After December 31, 1998, the appropriation for 19 police motor vehicles, apparatus, equipment, and housing in a 1year period shall not exceed 10 mills of the taxable value of the 20 21 area in their respective townships for which police protection is 22 to be furnished. 23 (2) The township board of a township, or the township boards 24 of adjoining townships acting jointly, whether or not the townships

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are located in the same county, may provide annually by resolution

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- 1 for the appropriation of general or contingent funds for
- 2 maintenance and operation of police and fire departments.
- 3 (3) The township board, or the township boards of adjoining
- 4 townships acting jointly, may provide that the sums prescribed in
- 5 subsection (2) for purchasing and housing equipment, for the
- 6 operation of the equipment, or both, may be defrayed by special
- 7 assessment on the lands and premises in the township or townships
- 8 to be benefited, except, beginning in 2002, lands and premises
- 9 exempt from the collection of **GENERAL AD VALOREM PROPERTY** taxes
- 10 under the general property tax act, 1893 PA 206, MCL 211.1 to
- 11 211.157 211.155, AND NOT SUBJECT TO A SPECIFIC TAX, and may issue
- 12 bonds in anticipation of the collection of these special
- 13 assessments. The question of raising money by special assessment
- 14 may be submitted to the electors of the township or townships by
- 15 the township board, or township boards acting jointly, at a general
- 16 election or special election called for that purpose by the
- 17 township board or township boards. The question of raising money by
- 18 special assessment shall be submitted by the township board, or
- 19 township boards acting jointly, if in the affected township, or in
- 20 each of the affected townships, the owners of 10% of the land to be
- 21 made into a special assessment district petition the township board
- 22 or boards.
- 23 (4) If a special assessment district is proposed under
- 24 subsection (3), the township board, or township boards acting
- 25 jointly, shall estimate the cost and expenses of the police and
- 26 fire motor vehicles, apparatus, equipment, and housing and police
- 27 and fire protection, and fix a day for a hearing on the estimate

- 1 and on the question of creating a special assessment district and
- 2 defraying the expenses of the special assessment district by
- 3 special assessment on the property to be especially benefited,
- 4 except, beginning in 2002, property exempt from the collection of
- 5 GENERAL AD VALOREM PROPERTY taxes under the general property tax
- 6 act, 1893 PA 206, MCL 211.1 to 211.157 211.155, AND NOT SUBJECT TO
- 7 A SPECIFIC TAX. The hearing shall be a public meeting held in
- 8 compliance with the open meetings act, 1976 PA 267, MCL 15.261 to
- 9 15.275. Public notice of the time, date, and place of the meeting
- 10 shall be given in the manner required by the open meetings act,
- 11 1976 PA 267, MCL 15.261 to 15.275. In addition, the township board,
- 12 or township boards acting jointly, shall publish in a newspaper of
- 13 general circulation in the proposed district a notice stating the
- 14 time, place, and purpose of the meeting. If there is not a
- 15 newspaper of general circulation in the proposed district, notices
- 16 shall be posted in not less than 3 of the most public places in the
- 17 proposed district. This notice shall be published or posted not
- 18 less than 5 days before the hearing. On the day appointed for the
- 19 hearing, the township board, or township boards acting jointly,
- 20 shall be in session to hear objections that may be offered against
- 21 the estimate and the creation of the special assessment district.
- 22 Before January 1, 1999, if the township board, or township boards
- 23 acting jointly, determine to create a special assessment district,
- 24 they shall determine the boundaries by resolution, determine the
- 25 amount of the special assessment levy, and direct the supervisor or
- 26 supervisors to spread the assessment levy on all of the lands and
- 27 premises in the district that are to be especially benefited by the

- 1 police and fire protection, according to benefits received, except,
- 2 beginning in 2002, lands and premises exempt from the collection of
- 3 GENERAL AD VALOREM PROPERTY taxes under the general property tax
- 4 act, 1893 PA 206, MCL 211.1 to 211.157 211.155, AND NOT SUBJECT TO
- 5 A SPECIFIC TAX, to defray the expenses of police and fire
- 6 protection. After December 31, 1998, if the township board, or
- 7 township boards acting jointly, determine to create a special
- 8 assessment district, they shall determine the boundaries by
- 9 resolution, determine the amount of the special assessment levy,
- 10 and direct the supervisor or supervisors to spread the assessment
- 11 levy on the taxable value of all of the lands and premises in the
- 12 district that are to be especially benefited by the police and fire
- 13 protection, according to benefits received, except, beginning in
- 14 2002, lands and premises exempt from the collection of GENERAL AD
- 15 VALOREM PROPERTY taxes under the general property tax act, 1893 PA
- 16 206, MCL 211.1 to 211.157 211.155, AND NOT SUBJECT TO A SPECIFIC
- 17 TAX, to defray the expenses of police and fire protection. The
- 18 township board, or township boards acting jointly, shall hold a
- 19 hearing on objections to the distribution of the special assessment
- 20 levy. This hearing shall be held in the same manner and with the
- 21 same notice as provided in this section. The township board, or
- 22 township boards acting jointly, shall annually determine the amount
- 23 to be assessed in the district for police and fire protection,
- 24 shall direct the supervisor or supervisors to distribute the
- 25 special assessment levy, and shall hold a hearing on the estimated
- 26 costs and expenses of police and fire protection and on the
- 27 distribution of the levy. The assessment may be made either in a

- 1 special assessment roll or in a column provided in the regular tax
- 2 roll. The assessment shall be distributed and shall become due and
- 3 be collected at the same time as other township taxes are assessed,
- 4 levied, and collected, and shall be returned in the same manner for
- 5 nonpayment. If a township has a July property tax levy, not more
- 6 than 2 mills of the assessment may be collected at the same time
- 7 and in the same manner as the July levy. If the collections
- 8 received from the special assessment levied to defray the cost or
- 9 portion intended to be defrayed for police and fire protection are,
- 10 at any time, insufficient to meet the obligations or expenses
- 11 incurred for the maintenance and operation of the police and fire
- 12 departments, the township board of the township, or township boards
- 13 acting jointly, may, by resolution, authorize the transfer or loan
- 14 of sufficient money from the general fund of the township or
- 15 townships, to the special assessment police and fire department
- 16 fund. This money shall be repaid to the general fund of the
- 17 township or townships out of special assessment funds when
- 18 collected.
- 19 (5) The powers granted by this act with respect to police and
- 20 fire protection may be exercised with respect to police protection
- 21 alone, fire protection alone, or police and fire protection in
- 22 combination.
- 23 (6) After December 31, 1998, an ad valorem special assessment
- 24 levied under this act shall be levied on the taxable value of the
- 25 property assessed.
- 26 (7) As used in this section, "taxable value" means that value
- 27 determined under section 27a of the general property tax act, 1893

- 1 PA 206, MCL 211.27a.
- 2 (8) If the levy of an ad valorem special assessment on the
- 3 property's taxable value is found to be invalid by a court of
- 4 competent jurisdiction, the levy of the ad valorem special
- 5 assessment shall be levied on the property's state equalized value.
- 6 (9) Bonds issued under this act are subject to the revised
- 7 municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821.