

HOUSE BILL No. 5486

November 28, 2007, Introduced by Reps. Dean, Scott and Espinoza and referred to the Committee on Tax Policy.

A bill to amend 1981 PA 97, entitled
"Michigan municipal distributable aid bond act,"
by amending section 2 (MCL 141.1022), as amended by 1983 PA 77.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 2. As used in this act:

2 (a) "Commission" means the ~~municipal finance commission~~
3 ~~created under the municipal finance act, Act No. 202 of the Public~~
4 ~~Acts of 1943, as amended, being sections 131.1 to 139.3 of the~~
5 ~~Michigan Compiled Laws, DEPARTMENT OF TREASURY~~ or its successor
6 agency.

7 (b) "Debt service" means payments of principal and interest or
8 other required amounts upon distributable aid obligations.

9 (c) "Director" means the director of the commission before

1 July 1, 1984, and the state treasurer on and after July 1, 1984.

2 (d) "Distributable aid" means state shared revenues provided
3 for in the ~~state revenue sharing act of 1971, Act No. 140 of the~~
4 ~~Public Acts of 1971, as amended, being sections 141.901 to 141.921~~
5 ~~of the Michigan Compiled Laws~~ **GLENN STEIL STATE REVENUE SHARING ACT**
6 **OF 1971, 1971 PA 140, MCL 141.901 TO 141.921**, the single business
7 tax act, ~~Act No. 228 of the Public Acts of 1975, as amended, being~~
8 ~~sections 208.1 to 208.145 of the Michigan Compiled Laws~~ **1975 PA**
9 **228, MCL 208.1 TO 208.145**, any other law providing for distribution
10 of state shared revenues which are derived from the same taxes
11 distributed under ~~Act No. 140 of the Public Acts of 1971, as~~
12 ~~amended, and Act No. 228 of the Public Acts of 1975, as amended~~ **THE**
13 **GLENN STEIL STATE REVENUE SHARING ACT OF 1971, 1971 PA 140, MCL**
14 **141.901 TO 141.921, AND THE SINGLE BUSINESS TAX ACT, 1975 PA 228,**
15 **MCL 208.1 TO 208.145**, and any law providing reimbursement to a
16 municipality under the state constitution of 1963 as reimbursement
17 for revenue which would otherwise be collected from taxes imposed
18 by the municipality.

19 (e) "Distributable aid obligations" means obligations of a
20 municipality eligible to participate under this act.

21 (f) "Governing body" means the board of commissioners of a
22 county; the township board of a township or charter township; the
23 council, common council, or commission of a city; the council,
24 commission, or board of trustees of a village; and in any other
25 governmental authority or agency, the officials or official body
26 who are given general governing powers.

27 (g) "Municipality" means a county, city, village, township, or

1 charter township within the state which is eligible to receive
2 distributable aid and which is authorized by law or charter to
3 issue general obligation bonds or other instruments of
4 indebtedness.

5 (h) "Municipality's financial officer" means the chief fiscal
6 officer of a municipality.

7 (i) "Obligations" means general obligation bonds or notes of a
8 municipality including bonds, notes, or other debt instruments
9 which are secured, primarily or secondarily, by the full faith and
10 credit of the municipality and on which the last installment of
11 principal becomes due not less than 2 years after the date of
12 issuance. Obligations described in this subdivision, including
13 obligations issued prior to July 15, 1981 if so determined by the
14 governing body, may be payable from taxes levied without rate or
15 amount limitations or from taxes levied subject to constitutional,
16 statutory, or charter limitations.

17 (j) "Paying agent" means a state or nationally chartered bank,
18 or state or federally chartered savings and loan association, or a
19 municipal or state officer named in distributable aid obligations
20 as the agent for the paying of the principal and interest and who
21 is qualified by law to act as a paying agent.