

# SENATE BILL NO. 259

April 11, 2019, Introduced by Senator ALEXANDER and referred to the Committee on Appropriations.

A bill to amend 2012 PA 436, entitled "Local financial stability and choice act," by amending section 32 (MCL 141.1572).

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 32. **(1)** ~~This~~ **Except as otherwise provided in subsection**  
2 **(2), this** act does not impose any liability or responsibility in  
3 law or equity upon this state, any department, agency, or other  
4 entity of this state, or any officer or employee of this state, or  
5 any member of a receivership transition advisory board, for any

1 action taken by any local government under this act, for any  
2 violation of the provisions of this act by any local government, or  
3 for any failure to comply with the provisions of this act by any  
4 local government. A cause of action against this state or any  
5 department, agency, or entity of this state, or any officer or  
6 employee of this state acting in his or her official capacity, or  
7 any membership of a receivership transition advisory board acting  
8 in his or her official capacity, may not be maintained for any  
9 activity authorized by this act, or for the act of a local  
10 government filing under chapter 9, including any proceeding  
11 following a local government's filing.

12 **(2) If a local government is placed in receivership with an**  
13 **appointed emergency manager for 18 months or more and that local**  
14 **government incurs any additional debt or liability, excluding**  
15 **interest on existing debt or liabilities, that is over the amount**  
16 **of the debt or liabilities that existed for that local government**  
17 **on the date the local government was placed in receivership, this**  
18 **state shall reimburse that local government for the amount of the**  
19 **additional debt or liability incurred by an appropriation as**  
20 **provided by law.**