

# HOUSE BILL NO. 6423

November 12, 2020, Introduced by Reps. Steven Johnson, Meerman and Coleman and referred to the Committee on Government Operations.

A bill to amend 1952 PA 175, entitled

"An act to authorize incorporated cities and villages to borrow money and issue bonds in anticipation of future payments from the motor vehicle highway fund, for any purpose or purposes for which said funds may be used and for the purpose of refunding such bonds; authorizing the pledging of the faith and credit of the issuing city or village, upon proper resolution of its governing body, as additional security for the payment of said bonds; and to prescribe procedures and conditions relative to the issuance of such bonds,"

by amending section 2 (MCL 247.702).

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

1       Sec. 2. When the governing body of ~~any~~**an** incorporated city or  
 2       village ~~shall determine to borrow~~**borrow**s money under the  
 3       ~~provisions of this act, they~~**it** shall **do so** by resolution approved  
 4       by a 2/3 majority of the members-elect. ~~of said governing body so~~  
 5       ~~declare, which~~**Before January 1, 2022, the** resolution ~~shall~~**must** be  
 6       published once in a daily or weekly newspaper of general  
 7       circulation in ~~said~~**the** incorporated city or village before the  
 8       ~~same~~**resolution** becomes effective. ~~, and such~~**Beginning January 1,**  
 9       **2022, notice of the resolution must be posted as provided in the**  
 10      **local government public notice act. The** resolution ~~shall~~**must**  
 11      briefly describe the contemplated project or projects, the  
 12      estimated cost ~~thereof,~~**of the project or projects,** and the amount,  
 13      maximum rate of interest, and maturity dates of the bonds to be  
 14      issued and the form ~~thereof,~~**and such of the bonds. The** resolution  
 15      ~~shall~~**must also** contain an irrevocable appropriation ~~providing for~~  
 16      the payment of the principal and interest ~~thereof~~**on the bonds** from  
 17      the ~~moneys to be derived~~**money received** from state collected taxes  
 18      returned to ~~such~~**the** city or village for highway purposes pursuant  
 19      to law, ~~which have~~**if that money has** not **previously** been  
 20      ~~theretofore~~ specially allocated and pledged for the payment of  
 21      indebtedness.

22       Enacting section 1. This amendatory act does not take effect  
 23       unless Senate Bill No. \_\_\_\_ or House Bill No. 6440(request no.  
 24       02449'19) of the 100th Legislature is enacted into law.