LOCAL IMPROVEMENT REVOLVING FUND
Act 57 of 1957

AN ACT to authorize cities and villages in Michigan to raise money by taxes or bond issue within certain limits for the purpose of establishing a local improvement revolving fund; providing for the use of moneys in the fund and the reimbursement of moneys used therefrom; and other matters relating to the creation of the fund and its use.

History: 1957, Act 57, Eff. Sept. 27, 1957.

The People of the State of Michigan enact:

141.371 Definitions.

Sec. 1. For the purpose of this act unless the context otherwise indicates:

(a) "Local improvement" means any public improvement, the expense of which, in whole or in part, the governing body of any city or village pursuant to law or charter has determined shall be defrayed by special assessments upon the property specially benefited.

(b) "Governing body" means the council, common council, or commission of a city or the council, commission, or board of trustees of a village.

(c) "Local improvement revolving fund" means the fund authorized to be established under this act for the purposes specified in this act.

(d) "Tax elector" means a person having the qualifications of an elector.

History: 1957, Act 57, Eff. Sept. 27, 1957;—Am. 2002, Act 287, Imd. Eff. May 9, 2002.

141.372 Local improvement revolving fund; establishment.

Sec. 2. Any city or village may advance the cost either in whole or in part of any local improvement, and in order to provide working capital funds for such purpose, by resolution of its governing body, may establish a fund to be designated "local improvement revolving fund."

History: 1957, Act 57, Eff. Sept. 27, 1957.

141.373 Sources of funds.

Sec. 3. Any city or village may provide funds for the local improvement revolving fund by any or all of the following means:

(a) The allocation to the fund of miscellaneous revenues, if the revenues are not otherwise pledged or encumbered.

(b) The appropriation of funds raised by general taxation in accordance with authorization otherwise granted by law or charter, as the governing body may determine to be necessary for the fund; but no city or village shall exceed, for this purpose, any tax limitation imposed by other law or charter.

(c) Subject to a vote of its tax electors, bonds pledging the full faith and credit of the city or village for those purposes. No bonds shall be issued under this authorization that at the time of their issuance would cause the indebtedness of the city or village represented by outstanding special assessment bonds that pledge the full faith and credit of the city or village for their payment, plus outstanding bonds issued pursuant to the provisions of this act, to exceed 12% of the assessed valuation of the taxable property in the city or village. The assessed valuation shall be that fixed by the last assessment roll of the city or village that has been reviewed by the board of review. All bonds issued under this act are subject to the revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821.

History: 1957, Act 57, Eff. Sept. 27, 1957;—Am. 2002, Act 287, Imd. Eff. May 9, 2002.

141.374 Local improvement revolving fund; repayment of advances.

Sec. 4. A local improvement revolving fund established pursuant to the provisions of this act shall be a separate depository account of the city or village. Any local improvement revolving fund shall be used only for the purpose of advancing the costs, either in whole or in part, of any local improvement. Moneys advanced from the fund shall be repaid from the sale of special assessment bonds as authorized by law or charter or collections of special assessments on property specially benefited by any local improvement, the cost of which was advanced in whole or in part from the fund.

History: 1957, Act 57, Eff. Sept. 27, 1957.

141.375 Authority given by act.

Sec. 5. The authority hereby given shall be in addition to and not in derogation of any power existing in

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any city or village under any statutory or charter provision.

History: 1957, Act 57, Eff. Sept. 27, 1957.

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