



# HOUSE BILL No. 4701

May 4, 1993, Introduced by Rep. Profit and referred to the Committee on Local Government.

A bill to amend section 9 of Act No. 233 of the Public Acts of 1955, entitled as amended

"An act to provide for the incorporation of certain municipal authorities to acquire, own, extend, improve, and operate sewage disposal systems, water supply systems, and solid waste management systems; to prescribe the rights, powers, and duties thereof; to authorize contracts between such authorities and public corporations; and to provide for the issuance of bonds to acquire, construct, extend, or improve the systems,"

as amended by Act No. 154 of the Public Acts of 1981, being section 124.289 of the Michigan Compiled Laws.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 9 of Act No. 233 of the Public Acts of  
2 1955, as amended by Act No. 154 of the Public Acts of 1981, being  
3 section 124.289 of the Michigan Compiled Laws, is amended to read  
4 as follows:

5 Sec. 9. (1) ~~For the purpose of obtaining~~ TO OBTAIN funds  
6 for the acquisition, construction, ~~improving, enlarging, or~~

1 ~~extending~~ IMPROVEMENT, ENLARGEMENT, OR EXTENSION of the sewage  
2 disposal system, water supply system, solid waste management  
3 system, or combination of systems authorized by this act, the  
4 authority, after the execution of the contract or contracts  
5 authorized by sections 7 and 8, upon ordinance or resolution  
6 adopted by the authority, may issue its negotiable bonds secured  
7 by the full faith and credit pledges made by each contracting  
8 municipality pursuant to authorization contained in this act and  
9 the contract or contracts entered into pursuant to sections 7 and  
10 8. The bonds shall mature over not more than 40 years from the  
11 date of issuance, and may provide for the use of money received  
12 from the sale of the bonds to pay operation and maintenance costs  
13 of a sewage disposal system, water supply system, ~~or~~ solid  
14 waste management system, OR COMBINATION OF SYSTEMS before receipt  
15 of the first revenues from the bonds.

16 (2) THE AUTHORITY MAY ISSUE BONDS TO REFUND ALL OR A PORTION  
17 OF BONDS ISSUED PURSUANT TO THIS SECTION.

18 (3) Except as otherwise provided in this act, ~~the~~ bonds  
19 ISSUED PURSUANT TO THIS SECTION shall be issued and sold and  
20 subject to all other applicable provisions of THE MUNICIPAL  
21 FINANCE ACT, Act No. 202 of the Public Acts of 1943, as amended,  
22 being sections 131.1 to ~~+38.2~~ 139.3 of the Michigan Compiled  
23 Laws. ~~The ordinance or resolution authorizing the issuance of~~  
24 ~~the bonds shall have embodied in the bonds the terms of the con-~~  
25 ~~tract or contracts authorized by sections 7 and 8.~~