

Act No. 231
Public Acts of 1990
Approved by the Governor
October 7, 1990
Filed with the Secretary of State
October 8, 1990

STATE OF MICHIGAN
85TH LEGISLATURE
REGULAR SESSION OF 1990

Introduced by Reps. DeMars, Stallworth, Willis Bullard, Jacobetti, Bartnik, Varga, Clack, Hoffman, Gubow, Sofio, Palamara, Wallace, Joe Young, Sr., Joe Young, Jr., Kosteva, Gire, Hood, Kilpatrick, Murphy, Hickner, Stabenow, Jondahl, Bennane, Jonker, Bandstra, Giese, Pitoniak, Berman, Scott, Barns, Griffin, Porreca, Alley, Middaugh, Ciaramitaro, Mathieu, Martin, Allen, Stopczynski, Bennett, Krause, Rocca, Leland, Maynard, DeBeaussiaert, Hertel, Hunter, Webb, Gagliardi, Oxender, Johnson, Fitzgerald, Randall, Camp, Bankes and Stupak

ENROLLED HOUSE BILL No. 5010

AN ACT to amend section 5f of Act No. 279 of the Public Acts of 1909, entitled as amended "An act to provide for the incorporation of cities and for revising and amending their charters; to provide for certain powers and duties; to provide for the levy and collection of taxes by cities, borrowing of money, and issuance of bonds or other evidences of indebtedness; to validate actions taken, bonds issued, and obligations heretofore incurred; and to repeal certain acts and parts of acts on specific dates," as added by Act No. 401 of the Public Acts of 1984, being section 117.5f of the Michigan Compiled Laws.

The People of the State of Michigan enact:

Section 1. Section 5f of Act No. 279 of the Public Acts of 1909, as added by Act No. 401 of the Public Acts of 1984, being section 117.5f of the Michigan Compiled Laws, is amended to read as follows:

Sec. 5f. (1) The legislative body of a city may provide by resolution for energy conservation improvements to be made to city facilities and may pay for the improvements from the general fund of the city or from the savings which result from the energy conservation improvements. Energy conservation improvements may include, but are not limited to, heating system improvements, fenestration improvements, roof improvements, the installation of any insulation, the installation or repair of heating or air conditioning controls, and entrance or exit way closures.

(2) The legislative body of a city may acquire 1 or more of the energy conservation improvements described in subsection (1) by installment contract or may borrow money and issue notes for the purpose of securing funds for the improvements or may enter into contracts in which the cost of the energy conservation improvements is paid from a portion of the savings which result from the energy conservation improvements. These contractual agreements may provide that the cost of the energy conservation improvements are paid only if the energy savings are sufficient to cover their cost. An installment contract or notes issued pursuant to this subsection shall extend for a period of time not to exceed 10 years. Notes issued pursuant to this subsection shall be full faith and credit, tax limited obligations of the city, payable from tax levies and the general fund as pledged by the legislative body of the city. The notes shall be subject to the municipal finance act, Act No. 202 of the Public Acts of 1943, being sections 131.1 to 139.3 of the Michigan Compiled Laws. The notes shall bear interest at a rate determined by the legislative body of the city, not to exceed the rate provided in section 1a of chapter III of the municipal finance act, Act No. 202 of the Public Acts of 1943, being section 133.1a of the Michigan Compiled Laws. This subsection does not limit in any manner the borrowing or bonding authority of a city as provided by law.

(3) If energy conservation improvements are made as provided in this section, the legislative body of a city shall report the following information to the Michigan public service commission within 60 days of the completion of the improvements:

(a) Name of each facility to which an improvement is made and a description of the conservation improvement.

(b) Actual energy consumption during the 12-month period before completion of the improvement.

(c) Project costs and expenditures.

(d) Estimated annual energy savings.

(4) If energy conservation improvements are made as provided in this section, the legislative body of a city shall report to the Michigan public service commission, by July 1 of each of the 5 years after the improvements are completed, only the actual annual energy consumption of each facility to which improvements are made. The forms for the reports required by this section shall be furnished by the Michigan public service commission.

This act is ordered to take immediate effect.

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Clerk of the House of Representatives.

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Secretary of the Senate.

Approved.....

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Governor.