HOUSE BILL No. 4126

February 9, 1989, Introduced by Reps. Honigman, Willis Bullard, Munsell, Dunaskiss and Jondahl and referred to the Committee on Taxation.

A bill to amend sections 2, 3, and 6c of Act No. 208 of the Public Acts of 1949, entitled as amended

"An act to authorize cities, villages and townships of this state to designate neighborhood areas for the purpose of planning and carrying out local public improvements for the prevention of blight within such areas; to authorize assistance in carrying out plans for local improvements by the acquisition and disposal of real property in such areas; to provide for the combining of neighborhood improvements that benefit the entire neighborhood into 1 improvement project; to provide for the establishment of local assessment districts coterminous with the neighborhood boundaries; to prescribe the methods of financing the exercise of these powers, and to declare the effect of this act,"

being sections 125.942, 125.943, and 125.946c of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Sections 2, 3, and 6c of Act No. 208 of the
- 2 Public Acts of 1949, being sections 125.942, 125.943, and
- 3 125.946c of the Michigan Compiled Laws, are amended to read as
- 4 follows:

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- 1 Sec. 2. The following terms whenever used or referred to
- 2 in this act shall have the following respective meanings, unless
- 3 UNLESS a different meaning clearly appears from the context, AS
- 4 USED IN THIS ACT:
- 5 Wherever appropriate the singular includes the plural and
- 6 plural includes the singular;
- 7 (A) "Neighborhood area" shall-mean MEANS a portion of a
- 8 municipality which THAT has been delimited as a neighborhood
- 9 unit in a plan of neighborhoods adopted by the legislative body.
- 10 -, which plan shall have the function of designating the service
- 11 area of elementary schools, playgrounds or other local
- 12 improvements;
- 13 (B) "Real property" -shall include INCLUDES land, building
- 14 improvements, land under water, waterfront property, -and any and
- 15 all easements, franchises, and hereditaments, corporeal or
- 16 incorporeal, and every estate, interest, privilege, easement,
- 17 franchise and right therein, IN or appurtenant thereto, legal
- 18 or equitable TO THESE, including rights of way, terms for years,
- 19 -and liens, charges, or incumbrances by mortgage, judgment or
- 20 otherwise; AND ENCUMBRANCES.
- 21 (C) "Municipality" shall-mean any MEANS A duly incorpo-
- 22 rated city, village, or township. --
- 23 (D) "Legislative body" shall mean MEANS the city council,
- 24 city commission, board of aldermen, township board, or other body
- 25 having the power to pass ordinances or measures and to otherwise
- 26 legislate concerning city, village, or township affairs.

1 (E) "Public use" -when MEANS, IF used with reference to

- 2 land, -reserved for such purpose shall mean and be deemed to
- 3 relate to such uses as are USES for the general benefit of the
- 4 public, such as schools, libraries, public institutions, adminis-
- 5 tration buildings, parks, boulevards, playgrounds, PARKING
- 6 FACILITIES, streets, alleys, easements, or sewers, OR public
- 7 lighting, water, OR gas, or other similar utilities or
- 8 improvements. -- PUBLIC USE INCLUDES, IF USED WITH REFERENCE TO
- 9 LAND, A PARK, PLAYGROUND, OR PARKING FACILITY FOR THE USE OF THE
- 10 OWNERS AND OCCUPANTS AND THE GUESTS AND PATRONS OF THE OWNERS AND
- 11 OCCUPANTS OF PROPERTY SPECIALLY ASSESSED TO PAY FOR THE ACQUISI-
- 12 TION AND CONSTRUCTION OF THE PARK, PLAYGROUND, OR PARKING
- 13 FACILITY.
- (F) "Privately owned lands" -shall mean all MEANS land not
- 15 held by the municipal body, THE county, OR THE state or federal
- 16 government for public purposes. -
- (G) "Owner" shall mean any MEANS A person -, or persons,
- 18 natural or corporate, owning a HAVING legal or equitable title
- 19 to the land.
- 20 (H) "Project" -shall mean all of MEANS the undertakings
- 21 -herein- authorized BY THIS ACT for the improvement of a neigh-
- 22 borhood area.
- Sec. 3. (1) The following plans, statements, and actions
- 24 are hereby made requisite for , and a condition of, the exer-
- 25 cise of the powers -herein- granted BY THIS ACT for the acquisi-
- 26 tion, disposal, or lease of real property for the carrying TO

1 CARRY out of a neighborhood betterment plan in a neighborhood 2 area:

- 3 (a) A master plan of the municipality approved by the plan-
- 4 ning commission and adopted by the legislative body or a
- 5 master plan sufficiently advanced to permit the designation of
- 6 neighborhood areas and so approved and adopted. --
- 7 (b) A plan of neighborhoods that sets forth precisely -
- 8 the location of neighborhood areas within the municipality,
- 9 approved by the planning commission -, and which has been
- 10 adopted by the legislative body. Such a THE plan -must SHALL
- 11 conform -with TO the master plan of the municipality -; AND
- 12 DESIGNATE THE SERVICE AREA OF ELEMENTARY SCHOOLS, PLAYGROUNDS, OR
- 13 OTHER LOCAL IMPROVEMENTS.
- (c) A neighborhood betterment plan THAT IS approved by the
- 15 planning commission and adopted by the legislative body -after
- 16 public hearing thereon as hereinafter provided of AND THAT
- 17 COVERS the neighborhood area in which is located the land pro-
- 18 posed to be acquired for improvement purposes.
- 19 (2) -Such THE NEIGHBORHOOD BETTERMENT plan REQUIRED UNDER
- 20 SUBSECTION (1) shall designate the location, extent, character,
- 21 and estimated cost of the improvements contemplated for the area
- 22 -- and may include any or all of the following improvements:
- 23 Partial PARTIAL or total vacation of plats -, or replatting;
- 24 opening, widening, straightening, extending, vacating, or closing
- 25 streets, alleys, or walkways; locating or relocating water mains,
- 26 sewers, or other public utilities; paving -of- streets, alleys,
- 27 or sidewalks in special situations; acquiring parks, playgrounds,

- 1 or other recreational areas or facilities; -elimination of
- 2 ACQUIRING OR CONSTRUCTING PARKING FACILITIES; ELIMINATING noncon-
- 3 forming uses; -rehabilitation of REHABILITATING blighted areas;
- 4 street tree planting; green belts or buffer strips; and other
- 5 appropriate public improvements. The NEIGHBORHOOD BETTERMENT
- 6 plan shall also include a feasible method for the relocation of
- 7 families AND INDIVIDUALS who will be displaced from the area in
- 8 decent, safe, and sanitary dwelling accommodations DWELLINGS
- 9 within their means and without undue hardship to -such THOSE
- 10 families AND INDIVIDUALS.
- (3) The local legislative body, -prior to BEFORE adopting a
- 12 neighborhood betterment plan, shall hold a public hearing
- 13 thereon ON THE PLAN. Notice of time and place of such THE
- 14 hearing shall be given by publication in a newspaper of general
- 15 circulation not less than 30 days prior to the date set for
- 16 -such THE hearing. Notice of -such THE hearing shall be mailed
- 17 -at-least NOT LESS THAN 15 days before -such THE hearing to the
- 18 last known owner of each parcel of land in -such- THE area at the
- 19 last known address of -such- THE owner as shown by the records of
- 20 the assessor. -Such- THE notice shall contain a description of
- 21 the neighborhood area. For purposes of this notice it IT shall
- 22 be sufficient to describe the neighborhood area by its location
- 23 in relation to highways, streets, streams, or otherwise. -Such-
- 24 THE notice shall -further contain a statement that maps, plats,
- 25 and a particular description of the NEIGHBORHOOD betterment plan
- 26 are available for public inspection at a suitable place, -to-
- 27 WHICH SHALL be designated in -such THE notice. At the time set

- I for hearing, the local legislative body shall provide an
- 2 opportunity for all persons interested to be heard and shall
- 3 receive and consider communications in writing with reference
- 4 -thereto TO THE NEIGHBORHOOD BETTERMENT PLAN.
- 5 Sec. 6c. (1) As an additional and alternative method of
- 6 financing part or all of the costs of any TO FINANCE A project
- 7 undertaken under this act, -any A municipality may use general
- 8 tax revenues levied for the purpose or not otherwise earmarked -
- 9 or the legislative body in its discretion may provide that the
- 10 cost and expense or any portion thereof shall be assessed to a
- 11 special district. The OR MAY LEVY SPECIAL ASSESSMENTS. A spe-
- 12 cial assessment district shall be coterminous with the neighbor-
- 13 hood area, and the special assessment district together with the
- 14 tentative plan of assessment shall be set up as part of the
- 15 neighborhood betterment plan before acquisition of the property
- 16 involved in -such- THE plan. The written consent of a majority
- 17 of the owners of property in the PROPOSED special ASSESSMENT dis-
- 18 trict to the betterment plan shall be submitted to the legisla-
- 19 tive body. The rate of assessment shall be spread equally, on a
- 20 front foot or land area basis, throughout the special ASSESSMENT
- 21 district.
- 22 (2) IF A PARK, PLAYGROUND, OR PARKING FACILITY IS ACQUIRED
- 23 OR CONSTRUCTED PURSUANT TO THIS ACT, AND THE COSTS OF ACQUISI-
- 24 TION, CONSTRUCTION, MAINTENANCE, IMPROVEMENT, AND OPERATION OF
- 25 THE PARK, PLAYGROUND, OR PARKING FACILITY ARE PAID ENTIRELY BY
- 26 SPECIAL ASSESSMENTS ACCESS TO THE PARK, PLAYGROUND, OR PARKING

- ! FACILITY MAY BE LIMITED TO THE OWNERS AND OCCUPANTS OF PROPERTY
- 2 IN THE SPECIAL ASSESSMENT DISTRICT AND THEIR GUESTS AND PATRONS.