



SENATE BILL No. 704

September 27, 1995, Introduced by Senator NORTH and referred to the Committee on Financial Services.

A bill to amend section 1 of Act No. 35 of the Public Acts of 1951, entitled as amended

"An act to authorize intergovernmental contracts between municipal corporations; to authorize any municipal corporation to contract with any person or any municipal corporation to furnish any lawful municipal service to property outside the corporate limits of the first municipal corporation for a consideration; to prescribe certain penalties; to authorize contracts between municipal corporations and with certain nonprofit public transportation corporations to form group self-insurance pools; and to prescribe conditions for the performance of those contracts,"

as amended by Act No. 36 of the Public Acts of 1988, being section 124.1 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 1 of Act No. 35 of the Public Acts of
2 1951, as amended by Act No. 36 of the Public Acts of 1988, being
3 section 124.1 of the Michigan Compiled Laws, is amended to read
4 as follows:

1 Sec. 1. As used in this act:

2 (a) "Municipal corporation" means ~~any~~ A county, charter
3 county, county road commission, township, charter township, city,
4 village, school district, intermediate school district, community
5 college district, metropolitan district, court district, public
6 authority, or drainage district as defined ~~by~~ IN THE DRAIN CODE
7 OF 1956, Act No. 40 of the Public Acts of 1956, ~~as amended,~~
8 being sections 280.1 to 280.630 of the Michigan Compiled Laws, or
9 any other local governmental authority or local agency with power
10 to enter into contractual undertakings. For purposes of sections
11 5 to 12b, "municipal corporation" includes a public transporta-
12 tion corporation.

13 (b) "Public transportation corporation" means a nonprofit
14 corporation organized pursuant to the nonprofit corporation act,
15 Act No. 162 of the Public Acts of 1982, being sections 450.2101
16 to 450.3192 of the Michigan Compiled Laws, ~~whose~~ TO WHICH 1 OF
17 THE FOLLOWING APPLIES:

18 (i) THE primary purpose OF THE NONPROFIT CORPORATION is pro-
19 viding public transportation services. ~~As used in this subdivi-~~
20 ~~sion, "public-~~

21 (ii) THE NONPROFIT CORPORATION RECEIVES FUNDING FROM THE
22 SPECIALIZED SERVICES ASSISTANCE PROGRAM UNDER SECTION 10E OF ACT
23 NO. 51 OF THE PUBLIC ACTS OF 1951, BEING SECTION 247.660E OF THE
24 MICHIGAN COMPILED LAWS.

25 (c) "PUBLIC transportation" means that term as defined in
26 section 10c of Act No. 51 of the Public Acts of 1951, being
27 section 247.660c of the Michigan Compiled Laws.