

SUBSTITUTE FOR
SENATE BILL NO. 485

A bill to amend 1943 PA 202, entitled
"Municipal finance act,"
by amending section 1b of chapter VII (MCL 137.1b), as amended by
1982 PA 469.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

CHAPTER VII

1
2 Sec. 1b. Debt retirement funds, except in the case of a
3 common debt retirement fund maintained by a school district pur-
4 suant to section 1223 of ~~Act No. 451 of the Public Acts of~~
5 ~~1976, being section 380.1223 of the Michigan Compiled Laws~~ THE
6 REVISED SCHOOL CODE, 1976 PA 451, MCL 380.1223, shall be ~~kept~~
7 ~~separate from each other~~ ACCOUNTED FOR SEPARATELY and, ~~separate~~
8 ~~from other moneys of the municipality and~~ DEBT RETIREMENT FUNDS,
9 except as provided in section 1a(4) of this chapter, shall be
10 used only to retire the funded indebtedness of the municipality

SB 485, As Passed Senate, May 18, 1999

Senate Bill No. 485

2

1 for which the debt retirement fund was created. DEBT RETIREMENT
2 FUNDS CREATED FOR THE FOLLOWING CATEGORIES OF DEBT MAY BE POOLED
3 OR COMBINED FOR DEPOSIT OR INVESTMENT PURPOSES ONLY WITH OTHER
4 DEBT RETIREMENT FUNDS CREATED FOR THE SAME CATEGORY OF DEBT:

5 (A) VOTED BONDS.

6 (B) NONVOTED BONDS, OTHER THAN SPECIAL ASSESSMENT BONDS.

7 (C) SPECIAL ASSESSMENT BONDS.