

SUBSTITUTE FOR
SENATE BILL NO. 836

A bill to amend 1994 PA 325, entitled
"The international tradeport development authority act,"
by amending section 16 (MCL 125.2536); and to repeal acts and
parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 16. (1) An authority may issue from time to time
2 bonds, notes, or other obligations in principal amounts the
3 authority considers necessary to provide funds for the
4 following:

5 (a) Acquiring and improving property within an international
6 tradeport development zone.

7 ~~(b) The payment, funding, or refunding of the principal of,~~
8 ~~interest on, or redemption premiums on bonds or other obligations~~
9 ~~issued by the authority whether the bonds or other obligations or~~
10 ~~interest to be funded or refunded have or have not become due.~~

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1 (B) ~~-(c)-~~ The establishment or increase of reserves to
2 secure or to pay bonds or other obligations of the authority or
3 interest on those bonds or other obligations.

4 (C) ~~-(d)-~~ The payment of interest on the bonds or other
5 obligations for a period determined by the authority.

6 (D) ~~-(e)-~~ The payment of all other costs or expenses of the
7 authority incident to and necessary or convenient to carry out
8 its corporate purposes and powers.

9 (E) ~~-(f)-~~ Any other purpose reasonably related to or con-
10 nected with the purposes described in this subsection.

11 (2) The bonds or other obligations of an authority are not a
12 general obligation of the authority but are payable solely from
13 the revenues or funds, or both, pledged to the payment of the
14 principal of and interest on the bonds or other obligations as
15 provided in the resolution authorizing the bonds or other
16 obligations.

17 (3) The bonds or other obligations of an authority shall be
18 authorized by resolution of the authority and:

19 (a) Shall bear the date or dates of issuance.

20 (b) May be issued in 1 or more series.

21 (c) May be issued as either tax-exempt bonds or other obli-
22 gations or taxable bonds or other obligations for federal income
23 tax purposes.

24 (d) Shall be serial bonds, term bonds, or term and serial
25 bonds.

26 (e) Shall mature at a time or times not exceeding 20 years
27 from the date of issuance.

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1 (f) May provide for sinking fund payments.

2 (g) May provide for redemption at the option of the author-
3 ity for any reason or reasons.

4 (h) May provide for redemption at the option of the holder
5 of the bonds or other obligations for any reason or reasons.

6 (i) Shall bear interest at a fixed or variable rate or rates
7 of interest per annum or at no interest.

8 (j) Shall be in either registered or coupon form, or both.

9 (k) May contain a registration or a conversion feature, or
10 both.

11 (l) May be transferable.

12 (m) Shall be in the form, in the denomination or denomina-
13 tions, and with other provisions and terms as the authority
14 determines necessary or beneficial, all as the resolution
15 provides.

16 ~~(4) If a member of a board or an officer of the authority~~
17 ~~whose signature or a facsimile of whose signature appears on the~~
18 ~~bond or other obligation or coupon ceases to be a member or offi-~~
19 ~~cer before the delivery of that bond or other obligation or~~
20 ~~coupon, the signature or facsimile signature continues to be~~
21 ~~valid and sufficient for all purposes, as if the member or offi-~~
22 ~~cer had remained in office until the delivery.~~

23 ~~(5) Bonds or other obligations of an authority may be sold~~
24 ~~at a public or private sale at the time or times, at the price or~~
25 ~~prices, and at a discount or premium as the authority~~
26 ~~determines.~~

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1 (4) An authority bond or other obligation is ~~not~~ subject
2 to the ~~municipal finance act, Act No. 202 of the Public Acts of~~
3 ~~1943, being sections 131.1 to 139.3 of the Michigan Compiled~~
4 ~~Laws~~ REVISED MUNICIPAL FINANCE ACT, 2001 PA 34, MCL 141.2101 TO
5 141.2821. ~~The bond or other obligation does not require the~~
6 ~~approval of the state treasurer under Act No. 202 of the Public~~
7 ~~Acts of 1943 and is not required to be registered.~~ The bond or
8 other obligation is not required to be filed under the uniform
9 securities act, ~~Act No. 265 of the Public Acts of 1964, being~~
10 ~~sections 451.501 to 451.818 of the Michigan Compiled Laws~~ 1964
11 PA 265, MCL 451.501 TO 451.818.

12 Enacting section 1. Section 19 of the international trade-
13 port development authority act, 1994 PA 325, MCL 125.2539, is
14 repealed.