

ORDINANCE NO. 28

Fire Escrow Ordinance

An ordinance to establish an escrow account pursuant to MCL §500.2845

Whereas, within the last several years, fires or explosions have occurred in the Charter Township of Madison where severe damage has been sustained to building and other structures; and

Whereas, on occasion, such buildings have gone unrepaired while the owners have collected insurance proceeds as a result of the fire or explosion; and

Whereas, it is permissible for the Charter Township of Madison to elect to have withheld fifteen (15%) percent of such insurance proceeds to protect the public health safety for the repair, replacement or removal of a structure damaged by fire or explosion;

THE CHARTER TOWNSHIP OF MADISON ORDAINS:

Section 1. Establishment of Escrow

Pursuant to the authority of MCL §500.2845, the Charter Township of Madison establishes an escrow account as prescribed in this statute in order to withhold funds as therein authorized.

Section 2. Applicability

The provisions of this Ordinance shall apply to all property located within the Charter Township of Madison.

Section 3. Notice to the State of Michigan

The attorney for the Charter Township of Madison shall notify the Commissioner of Insurance for the State of Michigan of the establishment of this escrow account and of the adoption of this Ordinance.

Section 4. Publication of Ordinance

The Township Clerk shall publish this Ordinance in the manner prescribed by law.