

**SENATE SUBSTITUTE FOR
HOUSE BILL NO. 5086**

A bill to amend 2014 PA 86, entitled
"Local community stabilization authority act,"
by amending sections 5, 13, 14, 15, 16, 16a, 17, 18, and 21 (MCL
123.1345, 123.1353, 123.1354, 123.1355, 123.1356, 123.1356a,
123.1357, 123.1358, and 123.1361), sections 5 and 13 as amended by
2015 PA 122, sections 14, 15, 16, and 17 as amended by 2017 PA 102,
and section 21 as amended by 2016 PA 124.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 5. As used in this act:

2 (a) "Acquisition cost" means that term as defined in section 3
3 of the state essential services assessment act, 2014 PA 92, MCL
4 211.1053, multiplied by the following percentages:

5 (i) For eligible personal property reported to the department
6 and described in section 5(2)(a) of the state essential services

1 assessment act, 2014 PA 92, MCL 211.1055, 100%.

2 (ii) For eligible personal property reported to the department
3 and described in section 5(2)(b) of the state essential services
4 assessment act, 2014 PA 92, MCL 211.1055, 52.1%.

5 (iii) For eligible personal property reported to the
6 department and described in section 5(2)(c) of the state essential
7 services assessment act, 2014 PA 92, MCL 211.1055, 37.5%.

8 (b) "Ambulance services" means patient transport services,
9 nontransport prehospital life support services, and advanced life
10 support, paramedic, and medical first-responder services.

11 (c) "Authority" means the local community stabilization
12 authority, a metropolitan authority established under section 7.

13 (d) "Captured value" means 1 or more of the following:

14 (i) For a tax increment finance authority under the brownfield
15 redevelopment financing act, 1996 PA 381, MCL 125.2651 to ~~125.2672,~~
16 **125.2670**, captured taxable value as determined in sections 2 and 7
17 of the brownfield redevelopment financing act, 1996 PA 381, MCL
18 125.2652 and 125.2657.

19 (ii) For a tax increment finance authority under 1975 PA 197,
20 MCL 125.1651 to 125.1681, captured assessed value as defined in
21 section 1 of 1975 PA 197, MCL 125.1651.

22 (iii) For a tax increment finance authority under the tax
23 increment finance authority act, 1980 PA 450, MCL 125.1801 to
24 125.1830, captured assessed value as defined in section 1 of the
25 tax increment finance authority act, 1980 PA 450, MCL 125.1801.

26 (iv) For a tax increment finance authority under the local
27 development financing act, 1986 PA 281, MCL 125.2151 to 125.2174,

1 captured assessed value as defined in section 2 of the local
2 development financing act, 1986 PA 281, MCL 125.2152.

3 (v) For a tax increment finance authority under the historic
4 neighborhood tax increment finance authority act, 2004 PA 530, MCL
5 125.2841 to 125.2866, captured assessed value as defined in section
6 2 of the historic neighborhood tax increment finance authority act,
7 2004 PA 530, MCL 125.2842.

8 (vi) For a tax increment finance authority under the corridor
9 improvement authority act, 2005 PA 280, MCL 125.2871 to 125.2899,
10 captured assessed value as defined in section 2 of the corridor
11 improvement authority act, 2005 PA 280, MCL 125.2872.

12 (vii) For a tax increment finance authority under the
13 neighborhood improvement authority act, 2007 PA 61, MCL 125.2911 to
14 125.2932, captured assessed value as defined in section 2 of the
15 neighborhood improvement authority act, 2007 PA 61, MCL 125.2912.

16 (viii) For a tax increment finance authority under the water
17 resource improvement tax increment finance authority act, 2008 PA
18 94, MCL 125.1771 to 125.1793, captured assessed value as defined in
19 section 2 of the water resource improvement tax increment finance
20 authority act, 2008 PA 94, MCL 125.1772.

21 (ix) For a tax increment finance authority under the private
22 investment infrastructure funding act, 2010 PA 250, MCL 125.1871 to
23 125.1883, captured assessed value as defined in section 2 of the
24 private investment infrastructure funding act, 2010 PA 250, MCL
25 125.1872.

26 (x) For a tax increment finance authority under the nonprofit
27 street railway act, 1867 PA 35, MCL 472.1 to 472.27, captured

1 assessed value as defined in section 23 of the nonprofit street
2 railway act, 1867 PA 35, MCL 472.23.

3 (e) "Commercial personal property" means, except as otherwise
4 provided in subparagraph (iii), all of the following:

5 (i) Personal property classified as commercial personal
6 property under section 34c of the general property tax act, 1893 PA
7 206, MCL 211.34c.

8 (ii) Personal property subject to the industrial facilities
9 tax under section 14(1) or (4) of 1974 PA 198, MCL 207.564, that is
10 sited on land classified as commercial real property under section
11 34c of the general property tax act, 1893 PA 206, MCL 211.34c.

12 (iii) Commercial personal property does not include personal
13 property that after 2012 was classified in the municipality where
14 it is currently located as real property or utility personal
15 property.

16 (f) "Council" means the council established for the authority
17 under section 9.

18 (g) "Debt loss" means, for a municipality that is not a local
19 school district, intermediate school district, or tax increment
20 finance authority, the amount of ad valorem property taxes and any
21 specific tax levied for the payment of principal and interest of
22 obligations either approved by the voters before January 1, 2013 or
23 incurred before January 1, 2013 pledging the unlimited or limited
24 taxing power of the municipality that are lost as a result of the
25 exemption of industrial personal property and commercial personal
26 property under sections 9m, 9n, and 9o of the general property tax
27 act, 1893 PA 206, MCL 211.9m, 211.9n, and 211.9o.

1 (h) "Department" means the department of treasury.

2 (i) "Eligible personal property" means personal property
3 described in section 3(e) (i), (iii), and (iv) of the state
4 essential services assessment act, 2014 PA 92, MCL 211.1053.

5 (j) "Essential services" means all of the following:

6 (i) Ambulance services.

7 (ii) Fire services.

8 (iii) Police services.

9 (iv) Jail operations.

10 (v) The funding of pensions for personnel providing services
11 described in subparagraphs (i) to (iv).

12 (k) "Fire services" means services in the prevention and
13 suppression of fire, homeland security response, hazardous
14 materials response, rescue, fire marshal, and medical first-
15 responder services.

16 (l) "Fiscal year" means either an annual period that begins on
17 October 1 and ends on September 30 or the fiscal year for the
18 authority established by the council.

19 (m) "Increased captured value" means the anticipated increase
20 in captured value for all industrial personal property and
21 commercial personal property in a tax increment finance authority
22 that would have occurred as a result of either the addition of
23 personal property as part of a specific project or the expiration
24 of an exemption under section 7k, 7ff, or 9f of the general
25 property tax act, 1893 PA 206, MCL 211.7k, 211.7ff, and 211.9f,
26 after 2013 if the exemptions under section 9m, 9n, or 9o of the
27 general property tax act, 1893 PA 206, MCL 211.9m, 211.9n, and

211.90, were not in effect. In order for an anticipated increase in captured value to qualify as increased captured value, the tax increment financing plan must have demonstrated before 2013 that the tax increment finance authority was relying on this anticipated increase in captured value to pay 1 or more qualified obligations by specifically projecting the anticipated increase in captured value that would be used to pay the qualified obligations and the plan must meet all of the following:

(i) The tax increment financing plan was fully approved by the governing body of the applicable local government not later than December 31, 2012. This does not prevent subsequent amendment to the tax increment financing plan, provided the amendment does not change the amount of any obligation under the plan, the scope of the project or projects described in the plan, or the time needed to repay any obligation.

(ii) If the tax increment financing plan is part of a brownfield plan under the brownfield redevelopment financing act, 1996 PA 381, MCL 125.2651 to ~~125.2672~~, **125.2670**, any needed work plans were also approved by the appropriate state agencies not later than December 31, 2012. This does not prevent subsequent amendment to a work plan, provided the amendment does not change the amount of any obligation under the plan, the scope of the project or projects described in the plan, or the time needed to repay any obligation.

(iii) The tax increment financing plan identifies a particular site owner and site occupant that is engaged in industrial processing or direct integrated support, as defined in section 9m

1 of the general property tax act, 1893 PA 206, MCL 211.9m. This does
2 not preclude a change in the site owner or occupant, provided that
3 change in the site owner or occupant did not result from a
4 financial difficulty encountered during the construction and
5 installation of the project and provided change in the site owner
6 or occupant will not result in any change in the project.

7 (iv) The tax increment financing plan identifies a particular
8 project on a specific parcel and that project includes the addition
9 of particular personal property that is eligible manufacturing
10 personal property, as defined in section 9m of the general property
11 tax act, 1893 PA 206, MCL 211.9m, that is also identified in the
12 tax increment financing plan.

13 (v) The personal property that is eligible manufacturing
14 personal property, as defined in section 9m of the general property
15 tax act, 1893 PA 206, MCL 211.9m, and is identified in the tax
16 increment financing plan comprises not less than 20% of the true
17 cash value of the improvements to be made as part of the specific
18 project identified in the tax increment financing plan. The
19 requirement under this subparagraph does not apply to the addition
20 of personal property as a result of the expiration of an exemption
21 under section 7k, 7ff, or 9f of the general property tax act, 1893
22 PA 206, MCL 211.7k, 211.7ff, and 211.9f.

23 (vi) Before December 31, 2012, the specific project identified
24 in the tax increment financing plan had obtained all necessary
25 local zoning approvals, including any necessary rezoning, special
26 land use, and site plan approvals for that project.

27 (vii) Before December 31, 2012, orders had been placed and

1 significant investments made in the personal property that is
2 eligible manufacturing personal property, as defined in section 9m
3 of the general property tax act, 1893 PA 206, MCL 211.9m, to be
4 located on the site.

5 (n) "Increased value from expired tax exemptions" means the
6 increase in taxable value subject to tax of industrial personal
7 property and commercial personal property placed in service before
8 2013 that would have occurred after 2013 if the exemptions under
9 section 9m or 9n of the general property tax act, 1893 PA 206, MCL
10 211.9m and 211.9n, were not in effect as a result of the expiration
11 of an exemption under section 7k, 7ff, or 9f of the general
12 property tax act, 1893 PA 206, MCL 211.7k, 211.7ff, and 211.9f,
13 that had been in effect in 2013, assuming an exemption under
14 section 7k of the general property tax act, 1893 PA 206, MCL
15 211.7k, was not extended under section 11a of 1974 PA 198, MCL
16 207.561a, and an exemption under section 9f of the general property
17 tax act, 1893 PA 206, MCL 211.9f, was not extended under section
18 9f(8) of the general property tax act, 1893 PA 206, MCL 211.9f.

19 (o) "Industrial personal property" means, except as otherwise
20 provided in subparagraph (iii), all of the following:

21 (i) Personal property classified as industrial personal
22 property under section 34c of the general property tax act, 1893 PA
23 206, MCL 211.34c.

24 (ii) Personal property subject to the industrial facilities
25 tax under section 14(1) or (4) of 1974 PA 198, MCL 207.564, that is
26 sited on land classified as industrial real property under section
27 34c of the general property tax act, 1893 PA 206, MCL 211.34c.

(iii) Industrial personal property does not include personal property that after 2012 was classified in the municipality where it is currently located as real property or utility personal property.

(p) "Jail operations" means all of the following:

(i) The operation of a jail, holding cell, holding center, or lockup as those terms are defined in section 62 of the corrections code of 1953, 1953 PA 232, MCL 791.262.

(ii) The operation of a juvenile detention facility by a county juvenile agency as authorized under section 7 of the county juvenile agency act, 1998 PA 518, MCL 45.627.

(Q) "LOCAL AUTHORITY" MEANS ANY AUTHORITY, EXCLUDING AN AUTHORITY CREATED UNDER THIS ACT OR A TAX INCREMENT FINANCE AUTHORITY.

(R) ~~(q)~~—"Local community stabilization share" means that portion of the use tax levied by the authority and authorized under the use tax act, 1937 PA 94, MCL 205.91 to 205.111.

(S) ~~(r)~~—"Municipality" includes, but is not limited to, the following:

(i) Counties.

(ii) Cities.

(iii) Villages.

(iv) Townships.

(v) ~~Authorities, excluding an authority created under this act.~~ **LOCAL AUTHORITIES.**

(vi) Local school districts.

(vii) Intermediate school districts.

(viii) Community college districts.

(ix) Libraries.

(x) **TAX INCREMENT FINANCE AUTHORITIES.**

(xi) ~~(x)~~ Other local and intergovernmental taxing units.

(T) ~~(s)~~ "Personal property exemption loss" means 1 of the following:

(i) For a municipality that is not a local school district, intermediate school district, or tax increment finance authority, the 2013 taxable value of commercial personal property and industrial personal property minus the current year taxable value of commercial personal property and industrial personal property and minus the small taxpayer exemption loss **IF, FOR YEARS AFTER 2017, THE SMALL TAXPAYER EXEMPTION LOSS IS GREATER THAN ZERO. FOR CALENDAR YEARS 2016 AND 2017, THE 2013 TAXABLE VALUES OF COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY ARE THE VALUES REPORTED UNDER SECTION 13(3) BY THE COUNTY EQUALIZATION DIRECTOR IN 2016 AND 2017, RESPECTIVELY, EXCEPT AS PROVIDED IN SECTION 14. BEGINNING FOR CALENDAR YEAR 2018, THE 2013 TAXABLE VALUES OF COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY ARE THE VALUES REPORTED UNDER SECTION 13(3) BY THE COUNTY EQUALIZATION DIRECTOR IN CALENDAR YEAR 2015.** The calculation under this subparagraph must be modified for municipality boundary changes to the extent that the boundary changes affect the property taxes levied by the municipality. **FOR MILLAGES FROM WHICH RENAISSANCE ZONE PROPERTY IS EXEMPT, THE CALCULATION UNDER THIS SUBPARAGRAPH MUST BE ADJUSTED TO EXCLUDE THE TAXABLE VALUES OF COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY EXEMPT UNDER THE**

1 MICHIGAN RENAISSANCE ZONE ACT, 1996 PA 376, MCL 125.2681 TO
2 125.2696.

3 (ii) For a municipality that is a local school district,
4 intermediate school district, or tax increment finance authority,
5 the 2013 taxable value of commercial personal property and
6 industrial personal property minus the current year taxable value
7 of commercial personal property and industrial personal property.
8 FOR CALENDAR YEARS 2016 AND 2017, THE 2013 TAXABLE VALUES OF
9 COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY ARE
10 THE VALUES REPORTED UNDER SECTION 13(3) BY THE COUNTY EQUALIZATION
11 DIRECTOR IN 2016 AND 2017, RESPECTIVELY, EXCEPT AS PROVIDED IN
12 SECTIONS 15, 16, AND 16A. BEGINNING FOR CALENDAR YEAR 2018, THE
13 2013 TAXABLE VALUES OF COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL
14 PERSONAL PROPERTY ARE THE VALUES REPORTED UNDER SECTION 13(3) BY
15 THE COUNTY EQUALIZATION DIRECTOR IN CALENDAR YEAR 2015. The
16 calculation under this subparagraph must be modified for
17 municipality boundary changes to the extent that the boundary
18 changes affect the property taxes levied by the municipality. FOR
19 MILLAGES FROM WHICH RENAISSANCE ZONE PROPERTY IS EXEMPT, THE
20 CALCULATION UNDER THIS SUBPARAGRAPH MUST BE ADJUSTED TO EXCLUDE THE
21 TAXABLE VALUES OF COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL
22 PERSONAL PROPERTY EXEMPT UNDER THE MICHIGAN RENAISSANCE ZONE ACT,
23 1996 PA 376, MCL 125.2681 TO 125.2696.

24 (U) ~~(t)~~—"Police services" means law enforcement services for
25 the prevention and detection of crime, the enforcement of laws and
26 ordinances, homeland security response, and medical first-responder
27 services.

1 (V) ~~(u)~~ "Qualified loss" means the amounts calculated under
 2 section 14(1) that are not distributed to the municipality under
 3 section 17(4)(a). **THE QUALIFIED LOSS CANNOT BE LESS THAN ZERO.**

4 (W) ~~(v)~~ "Qualified obligation" means a written promise to pay
 5 by a tax increment finance authority, whether evidenced by a
 6 contract, agreement, lease, sublease, bond, resolution promising
 7 repayment of an advance, or note, or a requirement to pay imposed
 8 by law. A qualified obligation does not include a payment required
 9 solely because of default upon an obligation, employee salary, or
 10 consideration paid for the use of municipal offices. A qualified
 11 obligation does not include bonds that have been economically
 12 defeased by refunding.

13 (X) ~~(w)~~ ~~"School debt loss"~~ **"QUALIFIED SCHOOL DEBT MILLAGE**
 14 **RATE"** means **THE FOLLOWING:**

15 (i) **FOR CALENDAR YEARS BEFORE CALENDAR YEAR 2018,** the amount
 16 ~~of revenue lost from ad valorem property taxes and any specific tax~~
 17 **MILLAGE RATE** specifically levied **BY THE LOCAL SCHOOL DISTRICT OR**
 18 **INTERMEDIATE SCHOOL DISTRICT IN THE CURRENT YEAR** for the payment of
 19 principal and interest of obligations approved by the electors
 20 before January 1, 2013 or obligations pledging the unlimited taxing
 21 power of a local school district or intermediate school district
 22 incurred before January 1, 2013. ~~, as a result of the exemption of~~
 23 ~~industrial personal property and commercial personal property under~~
 24 ~~sections 9m, 9n, and 9o of the general property tax act, 1893 PA~~
 25 ~~206, MCL 211.9m, 211.9n, and 211.9o.~~

26 (ii) **FOR CALENDAR YEARS 2018 AND 2019, EITHER THE MILLAGE RATE**
 27 **DESCRIBED IN SUB-SUBPARAGRAPH (A), IF A LOCAL SCHOOL DISTRICT OR**

1 INTERMEDIATE SCHOOL DISTRICT HAS ELECTED TO USE THE MILLAGE RATE
2 DESCRIBED IN SUB-SUBPARAGRAPH (A) AND HAS REPORTED THE MILLAGE RATE
3 DESCRIBED IN SUB-SUBPARAGRAPH (A) TO THE DEPARTMENT UNDER SECTION
4 13(4) IN THE CURRENT YEAR AND ANY PRIOR YEAR AFTER 2017, OR THE
5 TOTAL OF ALL DEBT MILLAGE RATES PRESCRIBED IN SUB-SUBPARAGRAPH (B),
6 IF THE LOCAL SCHOOL DISTRICT OR INTERMEDIATE SCHOOL DISTRICT HAS
7 NOT ELECTED TO USE THE MILLAGE RATE DESCRIBED IN SUB-SUBPARAGRAPH
8 (A) OR HAS NOT REPORTED THE MILLAGE RATE DESCRIBED IN SUB-
9 SUBPARAGRAPH (A) TO THE DEPARTMENT UNDER SECTION 13(4) IN THE
10 CURRENT YEAR AND ANY PRIOR YEAR AFTER 2017:

11 (A) THE MILLAGE RATE SPECIFICALLY LEVIED BY THE LOCAL SCHOOL
12 DISTRICT OR INTERMEDIATE SCHOOL DISTRICT IN THE CURRENT YEAR FOR
13 THE PAYMENT OF PRINCIPAL AND INTEREST OF OBLIGATIONS APPROVED BY
14 THE ELECTORS BEFORE JANUARY 1, 2015 OR OBLIGATIONS PLEDGING THE
15 UNLIMITED TAXING POWER OF A LOCAL SCHOOL DISTRICT OR INTERMEDIATE
16 SCHOOL DISTRICT INCURRED BEFORE JANUARY 1, 2015.

17 (B) THE LESSER OF THE FOLLOWING:

18 (I) THE HIGHEST TOTAL OF ALL DEBT MILLAGE RATES LEVIED BY THE
19 LOCAL SCHOOL DISTRICT OR INTERMEDIATE SCHOOL DISTRICT IN A SINGLE
20 YEAR FOR THE PERIOD 2012 THROUGH 2014.

21 (II) THE TOTAL OF ALL DEBT MILLAGE RATES LEVIED BY THE LOCAL
22 SCHOOL DISTRICT OR INTERMEDIATE SCHOOL DISTRICT IN THE YEAR
23 IMMEDIATELY PRECEDING THE CURRENT CALENDAR YEAR.

24 (iii) FOR CALENDAR YEARS AFTER 2019, EITHER THE MILLAGE RATE
25 DESCRIBED IN SUB-SUBPARAGRAPH (A), IF A LOCAL SCHOOL DISTRICT OR
26 INTERMEDIATE SCHOOL DISTRICT HAS ELECTED TO USE THE MILLAGE RATE
27 DESCRIBED IN SUB-SUBPARAGRAPH (A) AND HAS REPORTED UNDER

1 SUBPARAGRAPH (ii) (A) TO THE DEPARTMENT UNDER SECTION 13(4) IN
2 CALENDAR YEARS 2018 AND 2019 AND HAS REPORTED UNDER SUB-
3 SUBPARAGRAPH (A) TO THE DEPARTMENT UNDER SECTION 13(4) IN THE
4 CURRENT YEAR AND ALL PRIOR YEARS AFTER 2019, OR THE TOTAL DEBT
5 MILLAGE RATES DESCRIBED IN SUB-SUBPARAGRAPH (B), IF THE LOCAL
6 SCHOOL DISTRICT OR INTERMEDIATE SCHOOL DISTRICT HAS NOT ELECTED TO
7 USE THE MILLAGE RATE DESCRIBED IN SUB-SUBPARAGRAPH (A) OR HAS NOT
8 REPORTED UNDER SUBPARAGRAPH (ii) (A) TO THE DEPARTMENT UNDER SECTION
9 13(4) IN CALENDAR YEARS 2018 AND 2019 AND REPORTED UNDER SUB-
10 SUBPARAGRAPH (A) TO THE DEPARTMENT UNDER SECTION 13(4) IN THE
11 CURRENT YEAR AND ALL PRIOR YEARS AFTER 2019:

12 (A) THE MILLAGE RATE SPECIFICALLY LEVIED BY THE LOCAL SCHOOL
13 DISTRICT OR INTERMEDIATE SCHOOL DISTRICT IN THE CURRENT YEAR FOR
14 THE PAYMENT OF PRINCIPAL AND INTEREST OF OBLIGATIONS APPROVED BY
15 THE ELECTORS BEFORE JANUARY 1, 2013 OR OBLIGATIONS PLEDGING THE
16 UNLIMITED TAXING POWER OF A LOCAL SCHOOL DISTRICT OR INTERMEDIATE
17 SCHOOL DISTRICT INCURRED BEFORE JANUARY 1, 2013.

18 (B) THE LESSER OF THE FOLLOWING:

19 (I) THE HIGHEST TOTAL OF ALL DEBT MILLAGE RATES LEVIED BY THE
20 LOCAL SCHOOL DISTRICT OR INTERMEDIATE SCHOOL DISTRICT IN A SINGLE
21 YEAR FOR THE PERIOD 2012 THROUGH 2014.

22 (II) THE TOTAL OF ALL DEBT MILLAGE RATES LEVIED BY THE LOCAL
23 SCHOOL DISTRICT OR INTERMEDIATE SCHOOL DISTRICT IN THE YEAR
24 IMMEDIATELY PRECEDING THE CURRENT CALENDAR YEAR.

25 (Y) ~~(*)~~—"School operating loss not reimbursed by the school
26 aid fund" means the amount of revenue lost from ad valorem property
27 taxes levied under section 1211 of the revised school code, 1976 PA

1 451, MCL 380.1211, as a result of the exemption of industrial
2 personal property and commercial personal property under sections
3 9m, 9n, and 9o of the general property tax act, 1893 PA 206, MCL
4 211.9m, 211.9n, and 211.9o, for mills other than basic school
5 operating mills, as that term is defined in section 2c of the use
6 tax act, 1937 PA 94, MCL 205.92c.

7 (Z) ~~(y)~~ "Small taxpayer exemption loss" means 1 of the
8 following:

9 (i) ~~For the 2014 calendar year,~~ **FOR A MUNICIPALITY**, the 2013
10 taxable value of commercial personal property and industrial
11 personal property minus the 2014 taxable value of commercial
12 personal property and industrial personal property. **FOR THE 2014**
13 **CALENDAR YEAR, THE 2013 AND 2014 TAXABLE VALUES OF COMMERCIAL**
14 **PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY ARE THE VALUES**
15 **REPORTED UNDER SECTION 13(2) BY THE COUNTY EQUALIZATION DIRECTOR IN**
16 **CALENDAR YEAR 2014. FOR THE 2015, 2016, AND 2018 CALENDAR YEARS AND**
17 **SUBSEQUENT CALENDAR YEARS, THE 2013 AND 2014 TAXABLE VALUES OF**
18 **COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY ARE**
19 **THE VALUES REPORTED UNDER SECTION 13(3) BY THE COUNTY EQUALIZATION**
20 **DIRECTOR IN CALENDAR YEAR 2015. FOR THE 2017 CALENDAR YEAR, THE**
21 **2013 AND 2014 TAXABLE VALUES OF COMMERCIAL PERSONAL PROPERTY AND**
22 **INDUSTRIAL PERSONAL PROPERTY ARE THE VALUES REPORTED UNDER SECTION**
23 **13(3) BY THE COUNTY EQUALIZATION DIRECTOR IN CALENDAR YEAR 2015,**
24 **EXCEPT AS PROVIDED IN SECTION 14.** The calculation under this
25 subparagraph must be modified for municipality boundary changes to
26 the extent that the boundary changes affect the property taxes
27 levied by the municipality. **FOR MILLAGES FROM WHICH RENAISSANCE**

1 ZONE PROPERTY IS EXEMPT, THE CALCULATION UNDER THIS SUBPARAGRAPH
2 MUST BE ADJUSTED TO EXCLUDE THE TAXABLE VALUE OF COMMERCIAL
3 PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY EXEMPT UNDER THE
4 MICHIGAN RENAISSANCE ZONE ACT, 1996 PA 376, MCL 125.2681 TO
5 125.2696.

6 ~~(ii) For the 2015 calendar year and subsequent calendar years,~~
7 **FOR A MUNICIPALITY**, the greater of the amount calculated under
8 subparagraph (i) and the 2013 taxable value of commercial personal
9 property and industrial personal property minus the 2015 taxable
10 value of commercial personal property and industrial personal
11 property. **FOR THE 2015, 2016, AND 2018 CALENDAR YEARS AND**
12 **SUBSEQUENT CALENDAR YEARS, THE 2013 AND 2015 TAXABLE VALUES OF**
13 **COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY ARE**
14 **THE VALUES REPORTED UNDER SECTION 13(3) BY THE COUNTY EQUALIZATION**
15 **DIRECTOR IN CALENDAR YEAR 2015. FOR THE 2017 CALENDAR YEAR, THE**
16 **2013 AND 2015 TAXABLE VALUES OF COMMERCIAL PERSONAL PROPERTY AND**
17 **INDUSTRIAL PERSONAL PROPERTY ARE THE VALUES REPORTED UNDER SECTION**
18 **13(3) BY THE COUNTY EQUALIZATION DIRECTOR IN CALENDAR YEAR 2015,**
19 **EXCEPT AS PROVIDED IN SECTION 14.** The calculation under this
20 subparagraph must be modified for municipality boundary changes to
21 the extent that the boundary changes affect the property taxes
22 levied by the municipality. **FOR MILLAGES FROM WHICH RENAISSANCE**
23 **ZONE PROPERTY IS EXEMPT, THE CALCULATION UNDER THIS SUBPARAGRAPH**
24 **MUST BE ADJUSTED TO EXCLUDE THE TAXABLE VALUE OF COMMERCIAL**
25 **PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY EXEMPT UNDER THE**
26 **MICHIGAN RENAISSANCE ZONE ACT, 1996 PA 376, MCL 125.2681 TO**
27 **125.2696.**

1 **(AA)** ~~(z)~~—"Specific tax" means a tax levied under 1974 PA 198,
2 MCL 207.551 to 207.572.

3 **(BB)** ~~(aa)~~—"Tax increment finance authority" means an authority
4 created under 1 or more of the following:

5 (i) 1975 PA 197, MCL 125.1651 to 125.1681.

6 (ii) The tax increment finance authority act, 1980 PA 450, MCL
7 125.1801 to 125.1830.

8 (iii) The local development financing act, 1986 PA 281, MCL
9 125.2151 to 125.2174.

10 (iv) The brownfield redevelopment financing act, 1996 PA 381,
11 MCL 125.2651 to ~~125.2672~~.**125.2670.**

12 (v) The historic neighborhood tax increment finance authority
13 act, 2004 PA 530, MCL 125.2841 to 125.2866.

14 (vi) The corridor improvement authority act, 2005 PA 280, MCL
15 125.2871 to 125.2899.

16 (vii) The neighborhood improvement authority act, 2007 PA 61,
17 MCL 125.2911 to 125.2932.

18 (viii) The water resource improvement tax increment finance
19 authority act, 2008 PA 94, MCL 125.1771 to 125.1793.

20 (ix) The private investment infrastructure funding act, 2010
21 PA 250, MCL 125.1871 to 125.1883.

22 (x) The nonprofit street railway act, 1867 PA 35, MCL 472.1 to
23 472.27.

24 **(CC)** ~~(bb)~~—"Tax increment small taxpayer loss" means the amount
25 of revenue lost by a municipality that is a tax increment finance
26 authority due to the exemption provided by section 9o of the
27 general property tax act, 1893 PA 206, MCL 211.9o.

1 **(DD)** ~~(ee)~~ "Taxable value" means all of the following:

2 (i) Except as otherwise provided in subparagraph (ii), that
3 value determined under section 27a of the general property tax act,
4 1893 PA 206, MCL 211.27a.

5 (ii) For real or personal property subject to the industrial
6 facilities tax under section 14(3) or (4) of 1974 PA 198, MCL
7 207.564, 50% of that value determined under section 27a of the
8 general property tax act, 1893 PA 206, MCL 211.27a.

9 **(EE)** ~~(dd)~~ "Total qualified loss" means the total amount of
10 qualified losses of all municipalities, as determined by the
11 department.

12 **(FF)** ~~(ee)~~ "Utility personal property" means that term as
13 described in section 34c of the general property tax act, 1893 PA
14 206, MCL 211.34c.

15 Sec. 13. (1) Not later than June 5, 2014, the assessor for
16 each city and township shall report to the county equalization
17 director all of the following:

18 (a) The 2013 taxable value of commercial personal property and
19 industrial personal property for each municipality in the city or
20 township.

21 (b) The 2014 taxable value of commercial personal property and
22 industrial personal property for each municipality in the city or
23 township.

24 (c) The small taxpayer exemption loss for each municipality in
25 the city or township.

26 (2) Not later than June 20, 2014, the equalization director
27 for each county shall report to the department the information

described in subsection (1) for each municipality in the county.
 For each municipality levying a millage in more than 1 county, the
 county equalization director responsible for compiling the
 municipality's taxable value under section 34d of the general
 property tax act, 1893 PA 206, MCL 211.34d, shall compile the
 municipality's information described in subsection (1).

(3) Not later than June 5, 2015, **JUNE 5, 2016, JUNE 5, 2017,**
 and each ~~June 5~~ **MAY 15** thereafter, the assessor for each city and
 township shall report to the county equalization director the
 current year taxable value of commercial personal property and
 industrial personal property for each municipality in the city or
 township. Not later than June 20, 2015, ~~and each June 20~~ **THE**
EQUALIZATION DIRECTOR FOR EACH COUNTY SHALL REPORT TO THE
DEPARTMENT THE 2013, 2014, AND 2015 TAXABLE VALUES OF COMMERCIAL
PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY FOR EACH
MUNICIPALITY IN THE COUNTY. NOT LATER THAN JUNE 20, 2016, THE
EQUALIZATION DIRECTOR FOR EACH COUNTY SHALL REPORT TO THE
DEPARTMENT THE 2013 AND 2016 TAXABLE VALUES OF COMMERCIAL PERSONAL
PROPERTY AND INDUSTRIAL PERSONAL PROPERTY FOR EACH MUNICIPALITY IN
THE COUNTY. NOT LATER THAN JUNE 20, 2017, THE EQUALIZATION DIRECTOR
FOR EACH COUNTY SHALL REPORT TO THE DEPARTMENT THE 2013 AND 2017
TAXABLE VALUES OF COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL
PERSONAL PROPERTY FOR EACH MUNICIPALITY IN THE COUNTY. EACH MAY 31
 thereafter, the equalization director for each county shall report
 to the department the current year taxable value of commercial
 personal property and industrial personal property for each
 municipality in the county. For **CALENDAR YEARS 2015 THROUGH 2017,**

1 THE 2013, 2014, AND CURRENT YEAR TAXABLE VALUES OF COMMERCIAL
2 PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY SHALL BE THE
3 CURRENT TAXABLE VALUES AS OF THE REPORTING DEADLINE FOR THE COUNTY
4 EQUALIZATION DIRECTOR. FOR CALENDAR YEAR 2018 AND THEREAFTER, THE
5 CURRENT YEAR TAXABLE VALUE OF COMMERCIAL PERSONAL PROPERTY AND
6 INDUSTRIAL PERSONAL PROPERTY SHALL BE THE CURRENT TAXABLE VALUE ON
7 MAY 10. NOT LATER THAN JUNE 20, 2015, FOR EACH MUNICIPALITY LEVYING
8 A MILLAGE IN MORE THAN 1 COUNTY, THE COUNTY EQUALIZATION DIRECTOR
9 RESPONSIBLE FOR COMPILING THE MUNICIPALITY'S TAXABLE VALUE UNDER
10 SECTION 34D OF THE GENERAL PROPERTY TAX ACT, 1893 PA 206, MCL
11 211.34D, SHALL COMPILE AND REPORT TO THE DEPARTMENT THE
12 MUNICIPALITY'S 2013, 2014, AND 2015 TAXABLE VALUES OF COMMERCIAL
13 PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY. NOT LATER THAN
14 JUNE 20, 2016, FOR EACH MUNICIPALITY LEVYING A MILLAGE IN MORE THAN
15 1 COUNTY, THE COUNTY EQUALIZATION DIRECTOR RESPONSIBLE FOR
16 COMPILING THE MUNICIPALITY'S TAXABLE VALUES UNDER SECTION 34D OF
17 THE GENERAL PROPERTY TAX ACT, 1893 PA 206, MCL 211.34D, SHALL
18 COMPILE AND REPORT TO THE DEPARTMENT THE MUNICIPALITY'S 2013 AND
19 2016 TAXABLE VALUES OF COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL
20 PERSONAL PROPERTY. NOT LATER THAN JUNE 20, 2017, FOR EACH
21 MUNICIPALITY LEVYING A MILLAGE IN MORE THAN 1 COUNTY, THE COUNTY
22 EQUALIZATION DIRECTOR RESPONSIBLE FOR COMPILING THE MUNICIPALITY'S
23 TAXABLE VALUES UNDER SECTION 34D OF THE GENERAL PROPERTY TAX ACT,
24 1893 PA 206, MCL 211.34D, SHALL COMPILE AND REPORT TO THE
25 DEPARTMENT THE MUNICIPALITY'S 2013 AND 2017 TAXABLE VALUES OF
26 COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY. EACH
27 JUNE 7 THEREAFTER, FOR each municipality levying a millage in more

1 than 1 county, the county equalization director responsible for
 2 compiling the municipality's taxable value under section 34d of the
 3 general property tax act, 1893 PA 206, MCL 211.34d, shall compile
 4 **AND REPORT TO THE DEPARTMENT** the municipality's ~~information~~
 5 ~~described in this subsection.~~ **CURRENT YEAR TAXABLE VALUE OF**
 6 **COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY.**

7 (4) Not later than August 15, 2014, **AUGUST 15, 2015, AUGUST**
 8 **15, 2016,** and ~~each August 15, thereafter, 2017,~~ each municipality
 9 shall report to the department the millage rate levied or to be
 10 levied that year for a millage described in section 5(g) or ~~(w)~~ **(X)**
 11 that is used to calculate an appropriation under section 17(1)(a)
 12 or a distribution under section 17(4)(a)(i). For 2014 and 2015, the
 13 rate of that millage shall be calculated using the sum of the
 14 municipality's taxable value and the municipality's small taxpayer
 15 exemption loss. ~~Beginning in~~ **FOR** 2016 and ~~each year thereafter,~~
 16 **2017,** the rate of that millage shall be calculated using the sum of
 17 the municipality's taxable value and the municipality's personal
 18 property exemption loss. **FOR CALENDAR YEAR 2018 AND SUBSEQUENT**
 19 **YEARS, A LOCAL SCHOOL DISTRICT AND INTERMEDIATE SCHOOL DISTRICT**
 20 **SHALL REDUCE ITS DEBT MILLAGE RATE TO REFLECT THE PAYMENT TO BE**
 21 **RECEIVED UNDER SECTION 17(4)(A)(i). BY AUGUST 1, 2018 AND BY EACH**
 22 **AUGUST 1 THEREAFTER, A LOCAL SCHOOL DISTRICT AND INTERMEDIATE**
 23 **SCHOOL DISTRICT MAY REPORT ITS MILLAGE RATE CALCULATED UNDER**
 24 **SECTION 5(X)(ii)(A) OR (iii)(A) AND A LOCAL SCHOOL DISTRICT SHALL**
 25 **REPORT THE OPERATING MILLS LEVIED UNDER SECTION 1211 OF THE REVISED**
 26 **SCHOOL CODE, 1976 PA 451, MCL 380.1211, ON INDUSTRIAL PERSONAL**
 27 **PROPERTY AS THAT TERM IS DEFINED IN SECTION 1211 OF THE REVISED**

SCHOOL CODE, 1976 PA 451, MCL 380.1211, LEVIED OR TO BE LEVIED THAT YEAR. For 2014 and 2015, the department shall calculate each municipality's debt loss or school debt loss by multiplying the municipality's millage rate reported under this subsection by the municipality's small taxpayer exemption loss. ~~Beginning in~~ **FOR** 2016 and ~~each year thereafter, 2017,~~ the department shall calculate each municipality's school debt loss by multiplying the municipality's millage rate reported under this subsection by the municipality's personal property exemption loss. **FOR CALENDAR YEAR 2018 AND SUBSEQUENT YEARS, THE DEPARTMENT SHALL CALCULATE THE MUNICIPALITY'S SCHOOL DEBT LOSS BY MULTIPLYING THE MUNICIPALITY'S QUALIFIED SCHOOL DEBT MILLAGE RATE BY THE MUNICIPALITY'S PERSONAL PROPERTY EXEMPTION LOSS.**

(5) ~~The~~ **NOT LATER THAN MAY 1 OF EACH YEAR, THE DEPARTMENT SHALL DO THE FOLLOWING:**

(A) **FOR THE 2014, 2015, 2016, AND 2017 CALENDAR YEARS' CALCULATIONS,** the department shall calculate and make available to each municipality ~~by May 1 of each year~~ that municipality's sum of the lowest rate of each individual millage levied in the period between 2012 and the year immediately preceding the current year. For a municipality, other than a municipality described in section 14, the calculation shall exclude debt millage **AND MILLAGE LEVIED UNDER SECTION 1211 OF THE REVISED SCHOOL CODE, 1976 PA 451, MCL 380.1211, ON INDUSTRIAL PERSONAL PROPERTY AS THAT TERM IS DEFINED IN SECTION 1211 OF THE REVISED SCHOOL CODE, 1976 PA 451, MCL 380.1211.** For an individual millage rate not levied in 1 of the years, the lowest millage rate is zero. A millage used to make the

1 calculations under this act must be levied against both real
2 property and personal property.

3 (B) FOR THE CALENDAR YEAR 2018 AND SUBSEQUENT TAX YEARS'
4 CALCULATIONS, FOR A MUNICIPALITY THAT IS NOT A LOCAL SCHOOL
5 DISTRICT OR TAX INCREMENT FINANCE AUTHORITY:

6 (i) THE DEPARTMENT SHALL CALCULATE EACH MUNICIPALITY'S TOTAL
7 MILLAGE LEVIED IN 2012, 2013, AND 2014, RESPECTIVELY.

8 (ii) THE DEPARTMENT SHALL CALCULATE EACH MUNICIPALITY'S
9 ELIGIBLE MILLAGE CAP AS THE HIGHEST TOTAL MILLAGE LEVIED IN 2012,
10 2013, OR 2014.

11 (iii) THE DEPARTMENT SHALL CALCULATE EACH MUNICIPALITY'S TOTAL
12 MILLAGE LEVIED IN THE YEAR IMMEDIATELY PRECEDING THE CURRENT YEAR.

13 (iv) THE DEPARTMENT SHALL CALCULATE EACH INDIVIDUAL MILLAGE
14 RATE FOR EACH MUNICIPALITY AS FOLLOWS:

15 (A) IF THE ELIGIBLE MILLAGE CAP, AS CALCULATED UNDER
16 SUBPARAGRAPH (ii), EXCEEDS THE TOTAL MILLAGE LEVIED IN THE YEAR
17 IMMEDIATELY PRECEDING THE CURRENT YEAR, AS CALCULATED UNDER
18 SUBPARAGRAPH (iii), THEN USE EACH INDIVIDUAL MILLAGE LEVIED IN THE
19 YEAR IMMEDIATELY PRECEDING THE CURRENT YEAR.

20 (B) IF THE TOTAL MILLAGE LEVIED IN THE YEAR IMMEDIATELY
21 PRECEDING THE CURRENT YEAR, AS CALCULATED UNDER SUBPARAGRAPH (iii),
22 EXCEEDS THE ELIGIBLE MILLAGE CAP, AS CALCULATED UNDER SUBPARAGRAPH
23 (ii), THEN PRORATE EACH INDIVIDUAL MILLAGE LEVIED IN THE YEAR
24 IMMEDIATELY PRECEDING THE CURRENT YEAR DOWNWARD TO EQUAL THE
25 ELIGIBLE MILLAGE CAP, AS CALCULATED UNDER SUBPARAGRAPH (ii).

26 (v) FOR AN INTERMEDIATE SCHOOL DISTRICT, THE CALCULATIONS IN
27 THIS SUBDIVISION SHALL EXCLUDE DEBT MILLAGE. A MILLAGE USED TO MAKE

1 THE CALCULATIONS UNDER THIS ACT MUST BE LEVIED AGAINST BOTH REAL
2 PROPERTY AND PERSONAL PROPERTY.

3 (C) FOR THE CALENDAR YEAR 2018 AND SUBSEQUENT YEARS'
4 CALCULATIONS, FOR A LOCAL SCHOOL DISTRICT:

5 (i) THE DEPARTMENT SHALL CALCULATE EACH INDIVIDUAL MILLAGE
6 RATE LEVIED BY EACH LOCAL SCHOOL DISTRICT IN 2012, 2013, AND 2014.

7 (ii) THE DEPARTMENT SHALL CALCULATE EACH LOCAL SCHOOL
8 DISTRICT'S ELIGIBLE MILLAGE CAP AS THE HIGHEST RATE LEVIED IN 2012,
9 2013, OR 2014 FOR EACH INDIVIDUAL MILLAGE.

10 (iii) THE DEPARTMENT SHALL CALCULATE EACH INDIVIDUAL MILLAGE
11 RATE FOR EACH LOCAL SCHOOL DISTRICT TO BE THE LESSER OF THE MILLAGE
12 CAP CALCULATED UNDER SUBPARAGRAPH (ii) AND THE MILLAGE RATE LEVIED
13 IN THE YEAR IMMEDIATELY PRECEDING THE CURRENT YEAR FOR THAT
14 INDIVIDUAL MILLAGE.

15 (iv) THE CALCULATIONS IN THIS SUBDIVISION SHALL EXCLUDE DEBT
16 MILLAGE AND OPERATING MILLS LEVIED UNDER SECTION 1211 OF THE
17 REVISED SCHOOL CODE, 1976 PA 451, MCL 380.1211, ON INDUSTRIAL
18 PERSONAL PROPERTY AS THAT TERM IS DEFINED IN SECTION 1211 OF THE
19 REVISED SCHOOL CODE, 1976 PA 451, MCL 380.1211. A MILLAGE USED TO
20 MAKE THE CALCULATIONS UNDER THIS ACT MUST BE LEVIED AGAINST BOTH
21 REAL PROPERTY AND PERSONAL PROPERTY.

22 (6) Not later than June 5, 2016, **JUNE 5, 2017**, and each ~~June 5~~
23 **MAY 31** thereafter, the assessor for each city and township shall
24 report to the **DEPARTMENT AND THE** county equalization director the
25 increased value from expired tax exemptions for each municipality
26 that is subject to section 14(2) and that levies taxes in the city
27 or township. ~~Not later than June 20, 2016, and each June 20~~

~~thereafter, the equalization director for each county shall report to the department the increased value from expired tax exemptions for each municipality that is subject to section 14(2) and that levies taxes in the city or township. For each municipality subject to section 14(2) that levies a millage in more than 1 county, the county equalization director responsible for compiling the municipality's taxable value under section 34d of the general property tax act, 1893 PA 206, MCL 211.34d, shall compile the municipality's information described in this subsection.~~

Sec. 14. (1) Not later than November 7, 2017, and each ~~September~~ **OCTOBER** 7 thereafter, for each municipality that is not a local school district, intermediate school district, or tax increment finance authority, the department shall do all of the following:

(a) Calculate the municipality's personal property exemption loss.

(b) Multiply the municipality's personal property exemption loss by the millage rates calculated under section 13(5).

(c) ~~Adjust~~ **FOR CALENDAR YEAR 2017 CALCULATIONS ONLY, ADJUST** the amount calculated under subdivision (b) by the amount required to reflect ~~the final order of a court or body of competent jurisdiction related to any prior year calculation under this subsection. An adjustment under this subdivision shall only be made for municipalities for which changes in prior year taxable values~~ **THAT AFFECT ANY PRIOR YEAR CALCULATION UNDER THIS SUBSECTION AND THAT** can be calculated from taxable values reported under section 151(1) of the state school aid act of 1979, 1979 PA 94, MCL

1 388.1751.

2 (d) ~~Adjust~~ **SUBTRACT FROM** the amount calculated under
3 subdivision (b), as adjusted by subdivision (c), ~~by~~ the amount
4 calculated under section 16a(2) for captured taxes levied by the
5 municipality not including taxes attributable to increased captured
6 value.

7 (2) Not later than November 7, 2017, and each ~~September~~
8 **OCTOBER** 7 thereafter, for each municipality that is a county,
9 township, village, city, or **LOCAL** authority that provides essential
10 services, the department shall do all of the following:

11 (a) Add to the amount calculated under subsection (1)(a) any
12 increased value from expired tax exemptions for the current year.

13 ~~—— (b) Subtract from the amount calculated under subdivision (a)~~
14 ~~the amount calculated under section 16a(2)(b) for the municipality,~~
15 ~~not including any amount attributable to increased captured value.~~

16 ~~—— (c) Multiply the result of the calculation in subdivision (b)~~
17 ~~by the millage rate calculated under section 13(5) for general~~
18 ~~operating millage.~~

19 ~~—— (d) Multiply the result of the calculation in subdivision (c)~~
20 ~~by the percentage of the municipality's general operating millage~~
21 ~~used to fund the cost of essential services in the municipality's~~
22 ~~fiscal year ending in 2012. The department shall calculate each~~
23 ~~municipality's percentage of general operating millage used to fund~~
24 ~~the cost of essential services in the municipality's fiscal year~~
25 ~~ending in 2012, unless the municipality includes the calculation in~~
26 ~~its comprehensive annual financial report for the municipality's~~
27 ~~fiscal year ending in either 2014 or 2015 or otherwise reports the~~

1 ~~calculation to the department in a form and in a manner prescribed~~
2 ~~by the department.~~

3 (B) MULTIPLY THE MILLAGE RATE CALCULATED UNDER SECTION 13(5)
4 FOR GENERAL OPERATING MILLAGE BY THE PERCENTAGE OF THE
5 MUNICIPALITY'S GENERAL OPERATING MILLAGE USED TO FUND THE COST OF
6 ESSENTIAL SERVICES IN THE MUNICIPALITY'S FISCAL YEAR ENDING IN
7 2012. THE DEPARTMENT SHALL CALCULATE EACH MUNICIPALITY'S PERCENTAGE
8 OF GENERAL OPERATING MILLAGE USED TO FUND THE COST OF ESSENTIAL
9 SERVICES IN THE MUNICIPALITY'S FISCAL YEAR ENDING IN 2012, UNLESS
10 THE MUNICIPALITY INCLUDES THE CALCULATION IN ITS COMPREHENSIVE
11 ANNUAL FINANCIAL REPORT FOR THE MUNICIPALITY'S FISCAL YEAR ENDING
12 IN EITHER 2014 OR 2015 OR OTHERWISE REPORTS THE CALCULATION TO THE
13 DEPARTMENT IN A FORM AND IN A MANNER PRESCRIBED BY THE DEPARTMENT.

14 (C) MULTIPLY THE RESULT OF THE CALCULATION IN SUBDIVISION (A)
15 BY THE RESULT OF THE CALCULATION IN SUBDIVISION (B).

16 (D) MULTIPLY THE AMOUNT CALCULATED UNDER SECTION 16A(2) FOR
17 CAPTURED TAXES FROM THE GENERAL OPERATING MILLAGE LEVIED BY THE
18 MUNICIPALITY NOT INCLUDING TAXES ATTRIBUTABLE TO INCREASED CAPTURED
19 VALUE BY THE PERCENTAGE OF THE MUNICIPALITY'S GENERAL OPERATING
20 MILLAGE USED TO FUND THE COST OF ESSENTIAL SERVICES IN THE
21 MUNICIPALITY'S FISCAL YEAR ENDING IN 2012 AND SUBTRACT THE
22 RESULTING AMOUNT FROM THE AMOUNT CALCULATED UNDER SUBDIVISION (C).

23 (e) Add to the result of the calculation in subdivision (d) an
24 amount calculated by multiplying the amount calculated under
25 subdivision ~~(b)~~ (A) by the **PORTION OF** millage rates calculated
26 under section 13(5) that are dedicated ~~solely~~ for the cost of
27 essential services levied on industrial personal property and

commercial personal property. A millage levied to fund a pension under the fire fighters and police officers retirement act, 1937 PA 345, MCL 38.551 to 38.562, is dedicated ~~solely~~ for the cost of essential services.

(F) SUBTRACT FROM THE RESULT OF THE CALCULATION IN SUBDIVISION (E) THE AMOUNT CALCULATED UNDER SECTION 16A(2) FOR CAPTURED TAXES FROM THE PORTION OF MILLAGE DEDICATED FOR THE COST OF ESSENTIAL SERVICES LEVIED BY THE MUNICIPALITY NOT INCLUDING TAXES ATTRIBUTABLE TO INCREASED CAPTURED VALUE.

(3) Not later than May ~~10~~, **24**, 2016, for each municipality that is a city, the department shall do all of the following:

(a) Calculate the municipality's 2014 and 2015 small taxpayer exemption loss.

(b) Multiply the 2014 small taxpayer exemption loss if greater than zero by the millage rates calculated under section 13(5) for 2014, excluding debt millage.

(c) Multiply the 2015 small taxpayer exemption loss if greater than zero by the millage rates calculated under section 13(5) for 2015, excluding debt millage.

(d) Add the amounts calculated under subdivisions (b) and (c).

(e) Calculate the sum of the municipality's debt loss for 2014 and 2015 reimbursed under section 17(1)(a) for millages used to calculate the amounts under subdivisions (b) and (c).

(f) Calculate the amount of any tax increment small taxpayer loss for captured taxes levied by the municipality in 2014 and 2015 for millages used to calculate the amounts under subdivisions (b) and (c).

1 (4) Not later than November 7, 2017, and each ~~September~~
2 **OCTOBER** 7 thereafter, for each municipality that is not a local
3 school district, intermediate school district, or tax increment
4 finance authority, the department shall do all of the following:

5 (a) Calculate the municipality's 2015 small taxpayer exemption
6 loss.

7 (b) Multiply the municipality's 2015 small taxpayer exemption
8 loss by the millage rates calculated under section 13(5).

9 (c) ~~Adjust~~ **FOR CALENDAR YEAR 2017 CALCULATIONS ONLY, ADJUST**
10 the amount calculated under subdivision (b) by the amount required
11 to reflect ~~the final order of a court or body of competent~~
12 ~~jurisdiction related to any prior year calculation under this~~
13 ~~subsection. An adjustment under this subdivision shall only be made~~
14 ~~for municipalities for which changes in prior year taxable values~~
15 **THAT AFFECT ANY PRIOR YEAR CALCULATION UNDER THIS SUBSECTION AND**
16 **THAT** can be calculated from taxable values reported under section
17 151(1) of the state school aid act of 1979, 1979 PA 94, MCL
18 388.1751.

19 (d) ~~Adjust~~ **SUBTRACT FROM** the amount calculated under
20 subdivision (b), as adjusted by subdivision (c), ~~by~~ the amount
21 calculated under section 16a(2) for captured taxes levied by the
22 municipality not including taxes attributable to increased captured
23 value. The ~~adjustment~~ **SUBTRACTION** under this subdivision shall only
24 be made to the extent that the ~~adjustment~~ **SUBTRACTION** made under
25 subsection (1)(d) did not fully account for all captured taxes
26 levied by the municipality not including taxes attributable to
27 increased captured value.

1 Sec. 15. Not later than November 7, 2017, and each ~~August 15~~
 2 **OCTOBER 7** thereafter, for each municipality that is a local school
 3 district, the department shall do all of the following:

4 (a) Calculate the municipality's personal property exemption
 5 loss.

6 (b) Multiply the result of the calculation in subdivision (a)
 7 by the ~~sum of the lowest rate of each~~ individual millage levied
 8 under section 1212 of the revised school code, 1976 PA 451, MCL
 9 380.1212, and section 2 of 1917 PA 156, MCL 123.52, ~~levied by that~~
 10 ~~municipality in the period between 2012 and the year immediately~~
 11 ~~preceding the current year. For an individual millage rate not~~
 12 ~~levied in 1 of the years, the lowest millage rate is zero.~~**AS**
 13 **CALCULATED UNDER SECTION 13(5).**

14 (c) ~~Adjust~~**FOR CALENDAR YEAR 2017 CALCULATIONS ONLY, ADJUST**
 15 the amount calculated under subdivision (b) by the amount required
 16 to reflect ~~the final order of a court or body of competent~~
 17 ~~jurisdiction related to~~**CHANGES IN PRIOR YEAR TAXABLE VALUES THAT**
 18 **AFFECT** any prior year calculation under this section **AND THAT CAN**
 19 **BE CALCULATED FROM TAXABLE VALUES REPORTED UNDER SECTION 151(1) OF**
 20 **THE STATE SCHOOL AID ACT OF 1979, 1979 PA 94, MCL 388.1751.**

21 (d) Subtract from the result of the calculation in subdivision
 22 (b), as adjusted by subdivision (c), the amount calculated under
 23 section 16a(2) for captured taxes levied by the municipality under
 24 section 1212 of the revised school code, 1976 PA 451, MCL 380.1212,
 25 and section 2 of 1917 PA 156, MCL 123.52, not including taxes
 26 attributable to increased captured value.

27 Sec. 16. Not later than November 7, 2017, and each ~~August 15~~

1 **OCTOBER 7** thereafter, for each municipality that is an intermediate
2 school district, the department shall do all of the following:

3 (a) Calculate the municipality's personal property exemption
4 loss.

5 (b) Multiply the result of the calculation in subdivision (a)
6 by the millage rates calculated under section 13(5).

7 (c) ~~Adjust~~ **FOR CALENDAR YEAR 2017 CALCULATIONS ONLY, ADJUST**
8 the amount calculated under subdivision (b) by the amount required
9 to reflect ~~the final order of a court or body of competent~~
10 ~~jurisdiction related to~~ **CHANGES IN PRIOR YEAR TAXABLE VALUES THAT**
11 **AFFECT** any prior year calculation under this section **AND THAT CAN**
12 **BE CALCULATED FROM TAXABLE VALUES REPORTED UNDER SECTION 151(1) OF**
13 **THE STATE SCHOOL AID ACT OF 1979, 1979 PA 94, MCL 388.1751.**

14 (d) Subtract from the result of the calculation in subdivision
15 (b), as adjusted by subdivision (c), the amount calculated under
16 section 16a(2) for captured taxes levied by that municipality not
17 including taxes attributable to increased captured value.

18 Sec. 16a. (1) Not later than June 15, 2014 and June 15, 2015,
19 each municipality that is a tax increment finance authority shall
20 calculate and report to the department the municipality's tax
21 increment small taxpayer loss for the current calendar year.

22 (2) Not later than June 15, 2016, and each June 15 thereafter,
23 each municipality that is a tax increment finance authority shall
24 do all of the following for each of its tax increment financing
25 plans:

26 (a) Calculate the total captured value of all industrial
27 personal property and commercial personal property in the

1 municipality that is a tax increment finance authority in 2013 and
2 add any increased captured value for the current year.

3 (b) From the amount calculated in subdivision (a), subtract
4 the total captured value of all industrial personal property and
5 commercial personal property in the municipality that is a tax
6 increment finance authority in the current year. If the resulting
7 amount, when added to the taxable value of all property within the
8 tax increment finance authority in the current year, would result
9 in a captured value for all property within the tax increment
10 finance authority that is less than the resulting amount, then this
11 captured value shall be used instead of the resulting amount.

12 (c) Multiply the result of the calculation in subdivision (b)
13 ~~by the sum of the lowest rate of each individual millage levied in~~
14 ~~the period between 2012 and the year immediately preceding the~~
15 ~~current year, **RATE CALCULATED UNDER SECTION 13(5)**, to the extent~~
16 ~~the millage is subject to capture by that tax increment finance~~
17 ~~authority. For an individual millage rate not levied in 1 of the~~
18 ~~years, the lowest millage rate is zero. A millage used to make the~~
19 ~~calculation under this subdivision must be eligible to be levied~~
20 ~~against both real property and personal property.~~

21 (d) ~~Adjust~~ **FOR CALENDAR YEAR 2017 CALCULATIONS ONLY, ADJUST**
22 ~~the amount calculated under subdivision (c) by the amount required~~
23 ~~to reflect the final order of a court or body of competent~~
24 ~~jurisdiction related to~~ **CHANGES IN PRIOR YEAR TAXABLE VALUES THAT**
25 **AFFECT** any prior year calculation under this section **AND THAT CAN**
26 **BE CALCULATED FROM TAXABLE VALUES REPORTED UNDER SECTION 151(1) OF**
27 **THE STATE SCHOOL AID ACT OF 1979, 1979 PA 94, MCL 388.1751.**

1 (e) For an obligation refinanced after 2012, estimate for the
2 term of the obligation:

3 (i) The cumulative school district operating tax and state
4 education tax that would have been captured to repay the obligation
5 had the obligation not been refinanced.

6 (ii) The cumulative amount calculated under subdivision (c),
7 as adjusted by subdivision (d), for school district operating tax
8 and state education tax for the obligation had it not been
9 refinanced.

10 (f) Once the amount included in subdivision (c), as adjusted
11 by subdivision (d), for the current and prior years for school
12 operating tax and state education tax for the refinanced obligation
13 equals the amount estimated in subdivision (e) (ii), subtract from
14 the amount calculated under subdivision (c), as adjusted by
15 subdivision (d), the amount calculated under subdivision (c), as
16 adjusted by subdivision (d), for school district operating tax and
17 state education tax for the refinanced obligation.

18 (g) Once the amount of school district operating tax and state
19 education tax captured for the current and prior years to pay the
20 refinanced obligation equals the amount estimated under subdivision
21 (e) (i), subtract from the amount calculated in subdivision (c), as
22 adjusted by subdivision (d), the amount of school operating tax and
23 state education tax captured to repay the refinanced obligation.

24 (3) Not later than June 15, 2016, and each June 15 thereafter,
25 each municipality that is a tax increment finance authority shall
26 report to the department the results of the calculations under
27 subsection (2) for each tax increment financing plan.

1 Sec. 17. (1) The legislature shall appropriate funds for all
2 of the following purposes:

3 (a) For fiscal year 2014-2015 and fiscal year 2015-2016, to
4 the authority, an amount equal to all debt loss for municipalities
5 that are not a local school district, intermediate school district,
6 or tax increment finance authority, an amount equal to all school
7 debt loss for municipalities that are a local school district or
8 intermediate school district, and an amount equal to all tax
9 increment small taxpayer loss for municipalities that are a tax
10 increment finance authority. Funds appropriated under this
11 subdivision for fiscal year 2015-2016 may be used to pay a
12 corrected tax increment small taxpayer exemption loss for 2014 if a
13 tax increment finance authority submits before June 1, 2016 a
14 correction to a report that was filed under section 16a before
15 October 1, 2014.

16 (b) For fiscal year 2014-2015 through fiscal year 2018-2019 an
17 amount equal to the necessary expenses incurred by the department
18 in implementing this act.

19 (c) Beginning in fiscal year 2019-2020 and each fiscal year
20 thereafter, an amount equal to the necessary expenses incurred by
21 the authority and the department in implementing this act.

22 (2) In fiscal year 2014-2015 and fiscal year 2015-2016, the
23 authority shall distribute to municipalities those funds
24 appropriated under subsection (1)(a). However, in fiscal year 2014-
25 2015, if the authority is not able to make the distribution under
26 this subsection, the department shall make the distribution under
27 this subsection on behalf of the authority.

1 (3) For calendar years 2014 and 2015, the authority shall
2 distribute local community stabilization share revenue to each city
3 in an amount determined by multiplying the sum of the local
4 community stabilization share revenue for the calendar years and
5 the amounts calculated under section 14(3)(e) and (f) by a
6 fraction, the numerator of which is that city's amount calculated
7 under section 14(3)(d) and the denominator of which is the total
8 amount calculated under section 14(3)(d), and subtracting from the
9 result each city's amounts calculated under section 14(3)(e) and
10 (f).

11 (4) Beginning for calendar year 2016, the authority shall
12 distribute local community stabilization share revenue as follows
13 in the following order of priority:

14 (a) The authority shall distribute to each municipality an
15 amount equal to all of the following:

16 (i) 100% of that municipality's school debt loss in the
17 current year **AS CALCULATED UNDER SECTION 13(4)** and 100% of its
18 amount calculated under section 15.

19 (ii) 100% of that municipality's amount calculated under
20 section 16.

21 (iii) 100% of that municipality's school operating loss not
22 reimbursed by the school aid fund in the current year, **CALCULATED**
23 **BY MULTIPLYING THE OPERATING MILLAGE RATE REPORTED UNDER SECTION**
24 **13(4) OR THE OPERATING MILLAGE RATE CALCULATED UNDER SECTION 13(5)**
25 **BY THE LOCAL SCHOOL DISTRICT'S PERSONAL PROPERTY EXEMPTION LOSS FOR**
26 **THE PERSONAL PROPERTY SUBJECT TO THE RESPECTIVE MILLAGE REIMBURSED**
27 **UNDER THIS SUBPARAGRAPH.**

1 (iv) 100% of the amount calculated in section 14(2). ~~However,~~
 2 ~~the amount distributed to a municipality under this subparagraph~~
 3 ~~shall not exceed the amount calculated in section 14(1)(d). All~~ **FOR**
 4 **CALENDAR YEARS 2016 AND 2017 ONLY, HOWEVER, THE AMOUNT DISTRIBUTED**
 5 **TO A MUNICIPALITY UNDER THIS SUBPARAGRAPH SHALL NOT EXCEED THE**
 6 **AMOUNT CALCULATED IN SECTION 14(1)(D). FOR ALL CALENDAR YEARS, ALL**
 7 distributions under this subparagraph shall be used to fund
 8 essential services.

9 (v) For a municipality that is a tax increment finance
 10 authority, 100% of its amount calculated under section 16a(2).

11 (vi) 100% of that municipality's amount calculated under
 12 section 14(4).

13 (b) Beginning for calendar year ~~2019,~~ **2021**, after the
 14 distributions under subdivision (a), and subject to subparagraph
 15 (viii), the authority shall distribute ~~5% of the remaining balance~~
 16 ~~of the local community stabilization share fund~~ **AN AMOUNT EQUAL TO**
 17 **15% OF THE TOTAL QUALIFIED LOSS** for the current calendar year to
 18 each municipality that is not a local school district, intermediate
 19 school district, or tax increment finance authority in an amount
 20 determined as follows:

21 (i) Calculate the total acquisition cost of all eligible
 22 personal property in the municipality.

23 (ii) Multiply the result of the calculation in subparagraph
 24 (i) ~~by the sum of the lowest rate of each individual millage levied~~
 25 ~~by the municipality in the period between 2012 and the year~~
 26 ~~immediately preceding the current year~~ **AS CALCULATED UNDER SECTION**
 27 **13(5)** that is not used to calculate a distribution under

subdivision (a) (i) to (iv). ~~For an individual millage rate not levied in 1 of the years, the lowest millage rate is zero. A millage used to make the calculation under this subparagraph must be eligible to be levied against both real property and personal property.~~

(iii) Divide the sum of the amounts calculated under subparagraph (ii) for all municipalities subject to the calculation by total qualified loss.

(iv) Multiply the result of the calculation in subparagraph (iii) by the **DIFFERENCE BETWEEN THE** amount calculated under section 16a(2) for captured taxes **FOR EACH INDIVIDUAL MILLAGE** levied by the municipality not including taxes attributable to increased captured value **AND THE SUBTRACTION AMOUNTS CALCULATED UNDER SECTION 14(2)(D), (2)(F), AND (4)(D) FOR THAT MILLAGE.**

(v) Subtract from the amount calculated under subparagraph (ii) the amount calculated under subparagraph (iv) **FOR THE INDIVIDUAL MILLAGE LEVIED.**

(vi) Divide the result of the calculation in subparagraph (v) by the sum of the calculation under subparagraph (v) for all municipalities.

(vii) Multiply the result of the calculation in subparagraph (vi) by the amount to be distributed under this subdivision.

(viii) For calendar year 2020, and each calendar year thereafter, the percentage amount described in this subdivision shall be increased an additional 5% each year, not to exceed 100%.

(c) ~~After~~ **FOR CALENDAR YEARS 2016 AND 2017, AFTER** the distributions in subdivisions (a) and (b), the authority shall

1 distribute the remaining balance of the local community
2 stabilization share fund for a calendar year to each municipality
3 in an amount determined by multiplying the remaining balance by a
4 fraction, the numerator of which is that municipality's qualified
5 loss and the denominator of which is the total qualified loss.

6 BEGINNING FOR CALENDAR YEAR 2018, AFTER THE DISTRIBUTIONS IN
7 SUBDIVISIONS (A) AND (B), THE AUTHORITY SHALL DISTRIBUTE LOCAL
8 COMMUNITY STABILIZATION SHARE REVENUE UNDER THIS SUBDIVISION TO
9 EACH MUNICIPALITY IN AN AMOUNT DETERMINED BY MULTIPLYING TOTAL
10 QUALIFIED LOSS MINUS THE TOTAL AMOUNT DISTRIBUTED IN SUBDIVISION
11 (B) FOR A CALENDAR YEAR BY A FRACTION, THE NUMERATOR OF WHICH IS
12 THAT MUNICIPALITY'S QUALIFIED LOSS AND THE DENOMINATOR OF WHICH IS
13 THE TOTAL QUALIFIED LOSS.

14 (D) AFTER THE DISTRIBUTIONS UNDER SUBDIVISIONS (A) TO (C),
15 BEGINNING FOR CALENDAR YEAR 2018, THE DEPARTMENT SHALL ADJUST THE
16 AMOUNTS CALCULATED UNDER SUBDIVISIONS (B) AND (C) FOR A
17 MUNICIPALITY BY THE AMOUNT OF ANY OVERPAYMENT TO THAT MUNICIPALITY
18 UNDER THOSE SUBDIVISIONS AND THE AUTHORITY SHALL DISTRIBUTE TO A
19 MUNICIPALITY THE AMOUNT OF ANY UNDERPAYMENT CALCULATED UNDER
20 SUBSECTION (5) FOR CALENDAR YEARS AFTER 2016.

21 (E) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBDIVISION, AFTER
22 THE DISTRIBUTIONS UNDER SUBDIVISIONS (A) TO (D), THE AUTHORITY
23 SHALL DISTRIBUTE THE REMAINING BALANCE OF THE LOCAL COMMUNITY
24 STABILIZATION SHARE FUND FOR THE CALENDAR YEAR TO EACH MUNICIPALITY
25 THAT IS NOT A LOCAL SCHOOL DISTRICT, INTERMEDIATE SCHOOL DISTRICT,
26 OR TAX INCREMENT FINANCE AUTHORITY IN AN AMOUNT DETERMINED BY
27 MULTIPLYING THE REMAINING BALANCE BY A FRACTION, THE NUMERATOR OF

1 WHICH IS THE SUM OF THAT MUNICIPALITY'S AMOUNT RECEIVED UNDER
2 SUBDIVISIONS (B), (C), AND (D), ONLY TO THE EXTENT THAT THE
3 DISTRIBUTION UNDER SUBDIVISION (D) IS FOR AN UNDERPAYMENT OF THE
4 CURRENT CALENDAR YEAR'S SUBDIVISIONS (B) OR (C) AMOUNT, AND THE
5 ADJUSTMENT UNDER SUBDIVISION (D), AND THE DENOMINATOR OF WHICH IS
6 THE SUM OF THE TOTAL AMOUNT DISTRIBUTED UNDER SUBDIVISIONS (B),
7 (C), AND (D), ONLY TO THE EXTENT THAT THE DISTRIBUTION UNDER
8 SUBDIVISION (D) IS FOR AN UNDERPAYMENT OF THE CURRENT CALENDAR
9 YEAR'S SUBDIVISIONS (B) OR (C) AMOUNT, AND THE TOTAL ADJUSTMENTS
10 UNDER SUBDIVISION (D). FOR A MUNICIPALITY THAT, IN TOTAL, WAS
11 OVERPAID UNDER SUBDIVISIONS (A), (B), AND (C), THE DISTRIBUTION
12 UNDER THIS SUBDIVISION SHALL BE REDUCED BY ANY POSITIVE AMOUNT
13 DETERMINED BY SUBTRACTING THE CORRECTED AMOUNTS UNDER SUBDIVISIONS
14 (A) TO (C) FOR THAT MUNICIPALITY FROM THE DISTRIBUTED AMOUNTS UNDER
15 SUBDIVISIONS (A) TO (C) FOR THAT MUNICIPALITY AND SUBTRACTING
16 \$10,000.00. IF THE RESULTING DISTRIBUTION AMOUNT IS NEGATIVE, THE
17 MUNICIPALITY HAS BEEN OVERPAID FOR THE YEAR BY THE AMOUNT OF THE
18 NEGATIVE BALANCE. THE MUNICIPALITY SHALL PAY TO THE AUTHORITY THE
19 AMOUNT OF THE OVERPAYMENT IN 3 EQUAL ANNUAL PAYMENTS, DUE BY
20 SEPTEMBER 20 1 YEAR FOLLOWING NOTICE OF THE OVERPAYMENT AND BY
21 SEPTEMBER 20 OF THE SUBSEQUENT 2 YEARS. A MUNICIPALITY MAY PAY THE
22 AMOUNT OF THE OVERPAYMENT AT ANY TIME DURING THE 3-YEAR PERIOD. IF
23 A MUNICIPALITY FAILS TO REPAY THE AMOUNT OF THE OVERPAYMENT AS
24 PROVIDED IN THIS SUBDIVISION, THE AUTHORITY SHALL ADD INTEREST TO
25 THE ENTIRE AMOUNT OF THE ORIGINAL OVERPAYMENT FROM THE DATE OF
26 NOTICE OF THE OVERPAYMENT AND MAY REDUCE SUBSEQUENT DISTRIBUTIONS
27 TO THE MUNICIPALITY UNDER THIS SECTION TO RECOVER THE OUTSTANDING

1 BALANCE OF THE OVERPAYMENT AND INTEREST. INTEREST ADDED UNDER THIS
2 SUBDIVISION SHALL BE AT THE RATE DETERMINED UNDER SECTION 23 OF
3 1941 PA 122, MCL 205.23. ANY OVERPAYMENT AMOUNTS REPAID TO THE
4 AUTHORITY UNDER THIS SUBDIVISION BY SEPTEMBER 30 OF EACH YEAR SHALL
5 BE ADDED TO THE LOCAL COMMUNITY STABILIZATION SHARE REVENUE
6 AVAILABLE FOR DISTRIBUTION FOR THE CALENDAR YEAR. IF REDUCTIONS TO
7 DISTRIBUTIONS CALCULATED UNDER THIS SECTION RESULT IN THE AUTHORITY
8 HAVING A YEAR-END BALANCE OF LOCAL COMMUNITY STABILIZATION SHARE
9 REVENUE, THAT REVENUE SHALL BE ADDED TO THE LOCAL COMMUNITY
10 STABILIZATION SHARE REVENUE AVAILABLE FOR DISTRIBUTION FOR THE
11 SUBSEQUENT CALENDAR YEAR.

12 (5) THE DEPARTMENT AND AUTHORITY SHALL ADMINISTER OVERPAYMENTS
13 AND UNDERPAYMENTS AS FOLLOWS:

14 (A) FOR CALENDAR YEARS BEFORE 2016, IF A MUNICIPALITY RECEIVED
15 AN OVERPAYMENT UNDER THIS SECTION DUE TO AN ERROR IN REPORTING OR
16 CALCULATION, THE AUTHORITY MAY REDUCE A SUBSEQUENT PAYMENT TO THE
17 MUNICIPALITY OR BILL THE MUNICIPALITY TO RECOVER THE OVERPAYMENT.

18 (B) BEFORE NOVEMBER 7, 2017, THE DEPARTMENT SHALL RECALCULATE
19 2016 PAYMENTS TO CORRECT ANY ERRORS IN REPORTING UNDER SECTION
20 13(3) OR (4) AND ANY CALCULATION ERRORS MADE BY THE DEPARTMENT, AND
21 ADJUST THE 2017 PAYMENT TO EACH MUNICIPALITY FOR ANY CHANGE IN ITS
22 2016 PAYMENT.

23 (C) FOR CALENDAR YEAR 2018, FOR ANY ERRORS IN REPORTING UNDER
24 SECTION 13(3) OR (4) IN CALENDAR YEAR 2017 OR 2018, AND FOR ANY
25 CALCULATION ERRORS MADE BY THE DEPARTMENT IN CALENDAR YEAR 2017 OR
26 2018, INCLUDING A PRIOR YEAR ERROR ADJUSTMENT USED IN THE
27 CALCULATION OF THE CALENDAR YEAR 2017 DISTRIBUTIONS, THAT RESULTED

1 IN AN UNDERPAYMENT OR OVERPAYMENT UNDER THIS SECTION TO A
2 MUNICIPALITY FOR THE PRIOR CALENDAR YEAR OR CURRENT CALENDAR YEAR,
3 THE DEPARTMENT SHALL CALCULATE THE AMOUNT OF UNDERPAYMENT OR
4 OVERPAYMENT. FOR EACH MUNICIPALITY, THE DEPARTMENT SHALL ADD
5 TOGETHER THE CALENDAR YEAR 2016 AND CALENDAR YEAR 2017 UNDERPAYMENT
6 AND OVERPAYMENT AMOUNTS. IF A MUNICIPALITY HAS A NET UNDERPAYMENT
7 FOR CALENDAR YEARS 2016 AND 2017, THE AMOUNT OF THE NET
8 UNDERPAYMENT SHALL BE ADDED TO THE CALENDAR YEAR 2018 UNDERPAYMENT
9 OR OVERPAYMENT AMOUNT FOR THAT MUNICIPALITY. IF A MUNICIPALITY HAS
10 A NET OVERPAYMENT FOR CALENDAR YEARS 2016 AND 2017, THE AMOUNT OF
11 THE NET OVERPAYMENT SHALL BE EXCUSED BY THE AUTHORITY AND SHALL NOT
12 BE ADDED TO THE CALENDAR YEAR 2018 UNDERPAYMENT OR OVERPAYMENT
13 AMOUNT FOR THAT MUNICIPALITY. THE FOLLOWING APPLY TO DETERMINING
14 UNDERPAYMENT OR OVERPAYMENT AMOUNTS:

15 (i) FOR CALENDAR YEAR 2016, THE UNDERPAYMENT OR OVERPAYMENT OF
16 A MUNICIPALITY'S QUALIFIED LOSS SHALL BE CALCULATED BY MULTIPLYING
17 THE MUNICIPALITY'S QUALIFIED LOSS BY 261.3820%.

18 (ii) FOR CALENDAR YEAR 2017, THE UNDERPAYMENT OR OVERPAYMENT
19 OF A MUNICIPALITY'S QUALIFIED LOSS SHALL BE CALCULATED BY
20 MULTIPLYING THE MUNICIPALITY'S QUALIFIED LOSS BY 292.4677%.

21 (D) BEGINNING FOR CALENDAR YEAR 2019, FOR ANY ERRORS IN
22 REPORTING UNDER SECTION 13(3) OR (4), AND FOR ANY CALCULATION
23 ERRORS MADE BY THE DEPARTMENT, THAT RESULTED IN AN UNDERPAYMENT OR
24 OVERPAYMENT UNDER THIS SECTION TO A MUNICIPALITY FOR THE CURRENT
25 CALENDAR YEAR, THE DEPARTMENT SHALL CALCULATE THE AMOUNT OF
26 UNDERPAYMENT OR OVERPAYMENT. A CALCULATION MADE UNDER THIS
27 SUBDIVISION SHALL NOT RECALCULATE A PRIOR YEAR PAYMENT.

1 (E) EXCEPT AS PROVIDED IN SUBSECTION (6), ANY UNDERPAYMENT
2 SHALL BE PAID TO THE MUNICIPALITY AS PROVIDED IN SUBSECTION (4) (D).
3 ANY UNDERPAYMENT AMOUNT DETERMINED BY THE DEPARTMENT TO BE THE
4 FAULT OF THAT MUNICIPALITY, BY EITHER THE MUNICIPALITY REPORTING
5 INACCURATE INFORMATION OR FILING INFORMATION AFTER THE REPORTING
6 DUE DATES, SHALL NOT BE INCLUDED IN ANY PAYMENT MADE UNDER
7 SUBSECTION (4) (D) OR (6).

8 (F) FOR ANY OVERPAYMENT FOR WHICH THE STATE TREASURER
9 DETERMINES THAT THE MUNICIPALITY WAS AT FAULT AND ACTED IN BAD
10 FAITH, THE DEPARTMENT MAY CALCULATE THE AMOUNT OF THE OVERPAYMENT
11 FOR ALL YEARS TO WHICH THE BAD FAITH APPLIED WITHOUT ANY ADJUSTMENT
12 AND THE MUNICIPALITY SHALL IMMEDIATELY REPAY THE AMOUNT OF THE
13 OVERPAYMENT AND INTEREST TO THE AUTHORITY WITHIN 30 DAYS FOLLOWING
14 NOTICE OF THE OVERPAYMENT. IF A MUNICIPALITY FAILS TO REPAY THE
15 AMOUNT OF THE OVERPAYMENT AND INTEREST TO THE AUTHORITY, THE
16 AUTHORITY SHALL REDUCE SUBSEQUENT PAYMENTS TO THE MUNICIPALITY
17 UNDER THIS SECTION TO RECOVER THE OUTSTANDING BALANCE OF THE
18 OVERPAYMENT AND INTEREST. INTEREST ADDED UNDER THIS SUBSECTION
19 SHALL BE AT THE RATE DETERMINED UNDER SECTION 23 OF 1941 PA 122,
20 MCL 205.23. ANY OVERPAYMENT AMOUNTS REPAID TO THE AUTHORITY UNDER
21 THIS SUBSECTION BY SEPTEMBER 30 OF EACH YEAR SHALL BE ADDED TO THE
22 LOCAL COMMUNITY STABILIZATION SHARE REVENUE AVAILABLE FOR
23 DISTRIBUTION FOR THE CALENDAR YEAR. ANY REDUCTION OF SUBSEQUENT
24 PAYMENTS DUE TO MUNICIPALITIES FAILING TO REPAY THE AMOUNT OF THE
25 OVERPAYMENT AND INTEREST SHALL BE ADDED TO THE LOCAL COMMUNITY
26 STABILIZATION SHARE REVENUE AVAILABLE FOR DISTRIBUTION FOR THE
27 SUBSEQUENT CALENDAR YEAR.

1 (6) IF A MUNICIPALITY RECEIVED AN UNDERPAYMENT UNDER THIS
2 SECTION OF \$500,000 OR MORE FOR CALENDAR YEAR 2017 DUE TO AN ERROR
3 IN REPORTING UNDER SECTION 13(3) OR (4), OR A CALCULATION ERROR
4 MADE BY THE DEPARTMENT, INCLUDING A PRIOR YEAR ERROR ADJUSTMENT
5 USED IN THE CALCULATION OF THE CALENDAR YEAR 2017 DISTRIBUTIONS,
6 THE MUNICIPALITY MAY NOTIFY THE DEPARTMENT OF ANY ERRORS IDENTIFIED
7 BY PROVIDING SUBSTANTIATING DOCUMENTATION TO SUPPORT AN ADJUSTMENT
8 TO THE PAYMENT AMOUNT BY JULY 1, 2018. UPON THE DEPARTMENT'S REVIEW
9 OF THE SUBSTANTIATING DOCUMENTATION AND VERIFICATION OF THE ERRORS,
10 THE DEPARTMENT SHALL CALCULATE AN UNDERPAYMENT AMOUNT IN ACCORDANCE
11 WITH SUBSECTION (5)(C). THE UNDERPAYMENT AMOUNT SHALL BE CALCULATED
12 USING THE PRORATION FACTOR PROVIDED FOR UNDER SUBSECTION (4)(C)(ii)
13 FOR CALENDAR YEAR 2017. THE DEPARTMENT SHALL DETERMINE IF THE
14 SUBSTANTIATING DOCUMENTATION IS SUFFICIENT. THE DEPARTMENT SHALL
15 NOTIFY THE AUTHORITY TO MAKE AN ADVANCE 2018 PAYMENT TO THE
16 MUNICIPALITY FOR THE AMOUNT OF THE 2017 UNDERPAYMENT. THE ADVANCE
17 PAYMENT SHALL BE DEDUCTED FROM THE MUNICIPALITY'S PAYMENT FOR
18 CALENDAR YEAR 2018 THAT INCLUDES THE PRIOR YEAR ADJUSTMENT UNDER
19 SUBSECTION (4)(D).

20 (7) FOR PAYMENTS RECEIVED BEGINNING OCTOBER 20, 2018, A
21 MUNICIPALITY SHALL DO ALL OF THE FOLLOWING:

22 (A) ALLOCATE PAYMENTS RECEIVED, UP TO 100% REIMBURSEMENT,
23 UNDER THIS SECTION BASED ON THE PORTION OF THE MUNICIPALITY'S
24 PAYMENT ATTRIBUTABLE TO EACH MILLAGE LEVIED BY THE MUNICIPALITY.
25 THE PORTION OF THE PAYMENT ALLOCATED TO EACH MILLAGE OTHER THAN THE
26 GENERAL OPERATING MILLAGE SHALL BE CONSIDERED RESTRICTED AND
27 RECORDED BY THE MUNICIPALITY IN THE SAME MANNER AS THE MILLAGE

1 LEVIED. AS USED IN THIS SUBSECTION, "100% REIMBURSEMENT" MEANS THE
2 AMOUNTS RECEIVED UNDER SUBSECTION (4) (A), (B), (C), AND (D), ONLY
3 TO THE EXTENT THAT THE DISTRIBUTION UNDER SUBSECTION (4) (D) IS FOR
4 AN UNDERPAYMENT OF THE CURRENT CALENDAR YEAR'S SUBSECTION (4) (A),
5 (B), OR (C) AMOUNT.

6 (B) FOR MILLAGE LEVIED BY A COUNTY UNDER SECTION 20B OF 1909
7 PA 283, MCL 224.20B, THE GOVERNING BODIES OF THE CITIES AND
8 VILLAGES IN THE COUNTY AND THE BOARD OF COUNTY ROAD COMMISSIONERS
9 SHALL AGREE TO A FORMULA THAT ALLOCATES A PORTION OF THE PAYMENTS
10 UNDER THIS SECTION TO EACH CITY AND VILLAGE BASED ON THE CITY AND
11 VILLAGE SHARE OF THE LOSSES AND ACQUISITION COST USED TO CALCULATE
12 THE PAYMENT TO THE COUNTY DESCRIBED IN THIS SUBDIVISION AND EACH
13 CITY'S AND VILLAGE'S PORTION OF THAT SHARE. THE FORMULA ONCE
14 ESTABLISHED WILL BE IN EFFECT UNTIL THE EFFECTIVE DATE OF ANY
15 SUBSEQUENT AGREEMENT. IF THE GOVERNING BODIES OF THE CITIES AND
16 VILLAGES AND THE BOARD OF COUNTY ROAD COMMISSIONERS DESCRIBED IN
17 THIS SUBDIVISION DO NOT AGREE ON A FORMULA BY MARCH 31 FOLLOWING
18 THE RECEIPT OF THE SUBSECTION (8) (B) PAYMENT, THE DEPARTMENT MAY
19 PRESCRIBE A FORMULA FOR ALLOCATING THE PAYMENTS UNDER THIS SECTION.

20 (C) PAYMENTS UNDER THIS SECTION TO A MUNICIPALITY THAT IS
21 PARTICIPATING IN AN INTERGOVERNMENTAL CONDITIONAL TRANSFER BY
22 CONTRACT UNDER 1984 PA 425, MCL 124.21 TO 124.30, OR ANY OTHER
23 INTERLOCAL AGREEMENT THAT PROVIDES FOR A MILLAGE-BASED SHARING OF
24 REVENUE, SHALL BE ALLOCATED BETWEEN THE PARTIES BASED ON THE
25 PROPORTIONATE SHARE OF THE PAYMENT AS IT IS ATTRIBUTABLE TO THE
26 AREA SUBJECT TO THE AGREEMENT.

27 (8) ~~(5)~~—The authority shall make the payments required by

subsection (3) not later than ~~May~~**JUNE 20, 2016, PAYMENTS REQUIRED**
BY SUBSECTION (6) NOT LATER THAN OCTOBER 20, 2018, and payments
 required by subsection (4) not later than on the following dates:

(a) ~~For~~**EXCEPT AS PROVIDED IN SUBDIVISION (D), FOR** county
 allocated millage, November 20, 2017, and thereafter ~~September~~
OCTOBER 20 of the year the millage is levied.

(b) ~~For~~**EXCEPT AS PROVIDED IN SUBDIVISION (D), FOR** county
 extra-voted millage, township millage, and other millages levied
 100% in December of a year, February 20 of the following year.

(c) ~~For~~**EXCEPT AS PROVIDED IN SUBDIVISION (D), FOR** other
 millages, November 20, 2017, and thereafter October 20 of the year
 the millage is levied.

(D) PAYMENT UNDER SUBSECTION (4) (D) AND (E) SHALL BE MADE ON
MAY 20 OF THE YEAR FOLLOWING THE CALENDAR YEAR FOR WHICH THE
PAYMENTS ARE CALCULATED.

(9) ~~(6)~~—If the authority has insufficient funds to make the
 payments on the dates required in subsection ~~(5)~~, **(8)**, the
 department shall advance to the authority the amount necessary for
 the authority to make the required payments. The authority shall
 repay the advance to the department from the local community
 stabilization share.

(10) ~~(7)~~—For each fiscal year from fiscal year 2015-2016
 through fiscal year 2018-2019, the authority may use up to
 \$300,000.00 of the local community stabilization share revenue for
 purposes consistent with implementing and administering this act.

(11) ~~(8)~~—The authority shall distribute local community
 stabilization share revenue under this section as follows:

1 (a) From fiscal year 2015-2016 local community stabilization
2 share revenue, \$19,200,000.00 for calendar years 2014 and 2015 and
3 \$76,900,000.00 for calendar year 2016.

4 (b) From fiscal year 2016-2017 local community stabilization
5 share revenue, \$297,400,000.00 for calendar year 2016 and
6 \$83,200,000.00 for calendar year 2017.

7 (c) From fiscal year 2017-2018 local community stabilization
8 share revenue, \$321,500,000.00 for calendar year 2017 and
9 \$89,000,000.00 for calendar year 2018.

10 (d) From fiscal year 2018-2019 local community stabilization
11 share revenue, \$341,800,000.00 for calendar year 2018 and
12 \$95,900,000.00 for calendar year 2019.

13 (e) From fiscal year 2019-2020 local community stabilization
14 share revenue, \$364,500,000.00 for calendar year 2019 and
15 \$101,400,000.00 for calendar year 2020.

16 (f) From fiscal year 2020-2021 local community stabilization
17 share revenue, \$383,500,000.00 for calendar year 2020 and
18 \$108,000,000.00 for calendar year 2021.

19 (g) From fiscal year 2021-2022 local community stabilization
20 share revenue, \$405,700,000.00 for calendar year 2021 and
21 \$115,600,000.00 for calendar year 2022.

22 (h) From fiscal year 2022-2023 local community stabilization
23 share revenue, \$428,300,000.00 for calendar year 2022 and
24 \$119,700,000.00 for calendar year 2023.

25 (i) From fiscal year 2023-2024 local community stabilization
26 share revenue, \$438,900,000.00 for calendar year 2023 and
27 \$122,800,000.00 for calendar year 2024.

1 (j) From fiscal year 2024-2025 local community stabilization
2 share revenue, \$445,800,000.00 for calendar year 2024 and
3 \$124,000,000.00 for calendar year 2025.

4 (k) From fiscal year 2025-2026 local community stabilization
5 share revenue, \$447,100,000.00 for calendar year 2025 and
6 \$124,300,000.00 for calendar year 2026.

7 (l) From fiscal year 2026-2027 local community stabilization
8 share revenue, \$447,700,000.00 for calendar year 2026 and
9 \$124,500,000.00 for calendar year 2027.

10 (m) From fiscal year 2027-2028 local community stabilization
11 share revenue, \$448,000,000.00 for calendar year 2027 and
12 \$124,600,000.00 for calendar year 2028.

13 (n) From the local community stabilization share revenue for
14 fiscal year 2028-2029 and each fiscal year thereafter, the
15 authority shall increase the prior fiscal year's 2 distribution
16 amounts under this subsection by the personal property growth
17 factor, the first amount for the calendar year in which the fiscal
18 year begins and the second amount for the calendar year in which
19 the fiscal year ends. As used in this subdivision, "personal
20 property growth factor" means that term as defined in section 2c of
21 the use tax act, 1937 PA 94, MCL 205.92c.

22 Sec. 18. (1) Beginning in fiscal year 2015-2016, and each
23 fiscal year thereafter, the department shall determine the amount
24 of the distributions under this act.

25 (2) Each municipality shall submit to the department
26 sufficient information for the department to make its calculations
27 under this act, as determined by the department.

1 (3) THE DEPARTMENT SHALL ANNUALLY MAKE THE DISTRIBUTION
2 CALCULATIONS AND THE COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL
3 PERSONAL PROPERTY TAXABLE VALUES AVAILABLE ON THE INTERNET.

4 (4) FOR CALENDAR YEAR 2018, EACH MUNICIPALITY MAY REVIEW THE
5 PRIOR YEAR DISTRIBUTION CALCULATIONS THAT THE DEPARTMENT POSTED ON
6 THE INTERNET TO DETERMINE IF THERE ARE ANY ERRORS IN REPORTING
7 UNDER SECTION 13(4) OR ANY CALCULATION ERRORS MADE BY THE
8 DEPARTMENT. FOR CALENDAR YEAR 2018 AND SUBSEQUENT CALENDAR YEARS,
9 EACH MUNICIPALITY MAY REVIEW THE CURRENT YEAR DISTRIBUTION
10 CALCULATIONS THAT THE DEPARTMENT POSTED ON THE INTERNET TO
11 DETERMINE IF THERE ARE ANY ERRORS IN REPORTING UNDER SECTION 13(4)
12 OR ANY CALCULATION ERRORS MADE BY THE DEPARTMENT. A MUNICIPALITY
13 MAY NOTIFY THE DEPARTMENT OF ANY ERRORS IDENTIFIED BY PROVIDING
14 SUBSTANTIATING DOCUMENTATION TO SUPPORT AN ADJUSTMENT TO THE
15 PAYMENT AMOUNT BY MARCH 31 OF THE YEAR FOLLOWING THE CALENDAR YEAR
16 FOR WHICH THE PAYMENTS ARE CALCULATED, EXCEPT THAT FOR ERRORS
17 IDENTIFIED IN CALCULATIONS UNDER SECTION 13(5) FOR THE CURRENT
18 CALENDAR YEAR, A MUNICIPALITY SHALL NOTIFY THE DEPARTMENT BY AUGUST
19 1 OF THE CALENDAR YEAR FOR WHICH THE PAYMENTS ARE CALCULATED. UPON
20 THE DEPARTMENT'S REVIEW OF THE SUBSTANTIATING DOCUMENTATION AND
21 VERIFICATION OF THE ERRORS, THE DEPARTMENT SHALL CALCULATE AN
22 UNDERPAYMENT OR OVERPAYMENT AMOUNT IN ACCORDANCE WITH SECTION
23 17(5). THE DEPARTMENT SHALL DETERMINE IF THE SUBSTANTIATING
24 DOCUMENTATION IS SUFFICIENT.

25 (5) EACH MUNICIPALITY MAY REVIEW THE ANNUAL COMMERCIAL
26 PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES
27 POSTED BY THE DEPARTMENT ON THE INTERNET TO DETERMINE IF THERE ARE

1 ANY ERRORS IN REPORTING UNDER SECTION 13(3) OR ANY CALCULATION
2 ERRORS MADE BY THE DEPARTMENT. A MUNICIPALITY MAY NOTIFY THE
3 DEPARTMENT OF ANY ERRORS IDENTIFIED BY PROVIDING SUBSTANTIATING
4 DOCUMENTATION TO SUPPORT AN ADJUSTMENT TO THE PAYMENT AMOUNT, AS
5 DESCRIBED IN SUBDIVISIONS (A) TO (E). UPON THE DEPARTMENT'S REVIEW
6 OF THE SUBSTANTIATING DOCUMENTATION AND VERIFICATION OF THE ERRORS,
7 THE DEPARTMENT SHALL CALCULATE AN UNDERPAYMENT OR OVERPAYMENT
8 AMOUNT IN ACCORDANCE WITH SECTION 17(5). THE DEPARTMENT SHALL
9 DETERMINE IF THE SUBSTANTIATING DOCUMENTATION IS SUFFICIENT. ERROR
10 NOTIFICATIONS UNDER THIS SUBSECTION ARE SUBJECT TO THE FOLLOWING,
11 AS APPLICABLE:

12 (A) FOR THE 2013, 2014, AND 2015 COMMERCIAL PERSONAL PROPERTY
13 AND INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES, AS REPORTED BY THE
14 COUNTY EQUALIZATION DIRECTOR IN CALENDAR YEAR 2015 UNDER SECTION
15 13(3), MUNICIPALITIES MUST REPORT ANY INACCURATE COMMERCIAL
16 PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES
17 TO THE COUNTY EQUALIZATION DIRECTOR BY JULY 16, 2018, EXCEPT AS
18 PROVIDED IN SECTION 17(6). COUNTY EQUALIZATION DIRECTORS SHALL
19 NOTIFY THE DEPARTMENT BY AUGUST 13, 2018, OF ANY CORRECTED 2013,
20 2014, AND 2015 COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL
21 PROPERTY TAXABLE VALUES, BY PROVIDING SUBSTANTIATING DOCUMENTATION
22 TO SUPPORT THE CORRECTED VALUES.

23 (B) FOR THE 2013 AND 2016 COMMERCIAL PERSONAL PROPERTY AND
24 INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES, AS REPORTED BY THE
25 COUNTY EQUALIZATION DIRECTOR IN CALENDAR YEAR 2016 UNDER SECTION
26 13(3), MUNICIPALITIES MUST REPORT ANY INACCURATE COMMERCIAL
27 PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES

1 TO THE COUNTY EQUALIZATION DIRECTOR BY FEBRUARY 28, 2019, EXCEPT AS
2 PROVIDED IN SECTION 17(6). COUNTY EQUALIZATION DIRECTORS SHALL
3 NOTIFY THE DEPARTMENT BY MARCH 29, 2019, OF ANY CORRECTED 2013 AND
4 2016 COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY
5 TAXABLE VALUES BY PROVIDING SUBSTANTIATING DOCUMENTATION TO SUPPORT
6 THE CORRECTED VALUES.

7 (C) FOR THE 2013, 2014, 2015, AND 2016 COMMERCIAL PERSONAL
8 PROPERTY AND INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES, AS
9 REPORTED ON JULY 10, 2017, UNDER SECTION 151(1) OF THE STATE SCHOOL
10 AID ACT OF 1979, 1979 PA 94, MCL 388.1751, MUNICIPALITIES MUST
11 REPORT ANY INACCURATE COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL
12 PERSONAL PROPERTY TAXABLE VALUES TO THE COUNTY TREASURER BY
13 FEBRUARY 28, 2019, EXCEPT AS PROVIDED IN SECTION 17(6). COUNTY
14 TREASURERS SHALL NOTIFY THE DEPARTMENT BY MARCH 29, 2019, OF ANY
15 CORRECTED 2013, 2014, 2015, AND 2016 COMMERCIAL PERSONAL PROPERTY
16 AND INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES BY PROVIDING
17 SUBSTANTIATING DOCUMENTATION TO SUPPORT THE CORRECTED VALUES. FOR
18 PURPOSES OF THIS SUBDIVISION, THE CORRECTED 2013, 2014, 2015, AND
19 2016 COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY
20 TAXABLE VALUES SHALL BE THE CURRENT TAXABLE VALUES ON JULY 10,
21 2017.

22 (D) FOR THE 2013 AND 2017 COMMERCIAL PERSONAL PROPERTY AND
23 INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES, AS REPORTED BY THE
24 COUNTY EQUALIZATION DIRECTOR IN CALENDAR YEAR 2017 UNDER SECTION
25 13(3), MUNICIPALITIES MUST REPORT ANY INACCURATE COMMERCIAL
26 PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES
27 TO THE COUNTY EQUALIZATION DIRECTOR BY FEBRUARY 28, 2019, EXCEPT AS

1 PROVIDED IN SECTION 17(6). COUNTY EQUALIZATION DIRECTORS SHALL
2 NOTIFY THE DEPARTMENT BY MARCH 29, 2019, OF ANY CORRECTED 2013 AND
3 2017 COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY
4 TAXABLE VALUES BY PROVIDING SUBSTANTIATING DOCUMENTATION TO SUPPORT
5 THE CORRECTED VALUES.

6 (E) FOR 2018 AND SUBSEQUENT YEARS' COMMERCIAL PERSONAL
7 PROPERTY AND INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES, AS
8 REPORTED BY THE COUNTY EQUALIZATION DIRECTOR BY MAY 31 OF EACH YEAR
9 UNDER SECTION 13(3), MUNICIPALITIES MUST REPORT ANY INACCURATE
10 COMMERCIAL PERSONAL PROPERTY AND INDUSTRIAL PERSONAL PROPERTY
11 TAXABLE VALUES FOR THE CURRENT YEAR TO THE COUNTY EQUALIZATION
12 DIRECTOR BY FEBRUARY 28 OF THE FOLLOWING YEAR. COUNTY EQUALIZATION
13 DIRECTORS SHALL NOTIFY THE DEPARTMENT BY MARCH 31 OF EACH YEAR OF
14 ANY CORRECTED PRIOR YEAR COMMERCIAL PERSONAL PROPERTY AND
15 INDUSTRIAL PERSONAL PROPERTY TAXABLE VALUES, BY PROVIDING
16 SUBSTANTIATING DOCUMENTATION TO SUPPORT THE CORRECTED VALUES.

17 Sec. 21. (1) If a municipality does not adjust its debt
18 millage rate to reflect reimbursement for the small taxpayer
19 exemption loss under section 17(1)(a), the reimbursement under
20 section 17(1)(a) shall be reduced by the excess debt taxes levied.

21 (2) A municipality shall use the amount received under section
22 17(4) for debt millage to pay debt. If a payment under section
23 17(4) for debt millage is not used to pay debt, the amount not used
24 to pay debt shall be deducted from a subsequent payment under
25 section 17(4), UNLESS ALL DEBTS HAVE BEEN REPAID, IN WHICH CASE THE
26 AMOUNT RECEIVED UNDER SECTION 17(4) FOR DEBT MILLAGE MAY BE USED BY
27 THE MUNICIPALITY IN ANY MANNER AND SHALL NOT BE DEDUCTED FROM A

1 SUBSEQUENT PAYMENT UNDER SECTION 17(4) .