

SENATE BILL No. 42

February 5, 1991, Introduced by Senators HONIGMAN,
DUNASKISS and CARL and referred to the Committee on
Finance.

A bill to amend section 27a of Act No. 206 of the Public
Acts of 1893, entitled as amended

"The general property tax act,"

as added by Act No. 539 of the Public Acts of 1982, being
section 211.27a of the Michigan Compiled Laws; and to add
section 44a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 27a of Act No. 206 of the Public Acts of
2 1893, as added by Act No. 539 of the Public Acts of 1982, being
3 section 211.27a of the Michigan Compiled Laws, is amended and
4 section 44a is added to read as follows:

5 Sec. 27a. (1) Except as otherwise provided in subsection
6 (2), property shall be assessed at ~~50%~~ THE FOLLOWING PERCENTAGE
7 of its true cash value pursuant to section 3 of article ~~9~~ IX of
8 the state constitution of 1963: —

(A) THROUGH DECEMBER 30, 1991, 50%.

(B) FROM DECEMBER 31, 1991 THROUGH DECEMBER 30, 1992, 45%.

(C) FROM DECEMBER 31, 1992 THROUGH DECEMBER 30, 1993,
42.5%.

(D) FROM DECEMBER 31, 1993 THROUGH DECEMBER 30, 1994 AND
EACH YEAR THEREAFTER, 40%.

(2) Assessment of property, as required in this section and
section 27, shall be inapplicable to the assessment of property
subject to the levy of ad valorem taxes within voted tax limita-
tion increases to pay principal and interest on limited tax bonds
issued by any governmental unit, including a county, township,
community college district, or school district, before January 1,
1964, if the assessment required to be made under this act would
be less than the assessment as state equalized prevailing on the
property at the time of the issuance of the bonds. This inappli-
cability shall continue until levy of taxes to pay principal and
interest on the bonds is no longer required. The assessment of
property required by this act ~~shall be~~ IS applicable for all
other purposes.

SEC. 44A. A PERSON WHO IS 65 YEARS OF AGE OR OLDER IS
EXEMPT FROM THE FOLLOWING PERCENTAGE OF TAXES LEVIED FOR SCHOOL
OPERATING PURPOSES ON HIS OR HER HOMESTEAD PROPERTY:

(A) FOR TAXES THAT BECOME A LIEN ON THE PROPERTY IN 1991,
50%.

(B) FOR TAXES THAT BECOME A LIEN ON THE PROPERTY IN 1992,
75%.

1 (C) FOR TAXES THAT BECOME A LIEN ON THE PROPERTY AFTER 1992,
2 100%.