



# SENATE BILL No. 600

May 4, 1993, Introduced by Senator EMMONS and referred to the Committee on Finance.

A bill to amend section 14 of Act No. 198 of the Public Acts of 1974, entitled :

"An act to provide for the establishment of plant rehabilitation districts and industrial development districts in local governmental units; to provide for the exemption from certain taxes; to levy and collect a specific tax upon the owners of certain facilities; to provide for the disposition of the tax; to provide for the obtaining and transferring of an exemption certificate and to prescribe the contents of those certificates; to prescribe the powers and duties of the state tax commission and certain officers of local governmental units; and to provide penalties,"

as amended by Act No. 417 of the Public Acts of 1982, being section 207.564 of the Michigan Compiled Laws.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Section 1.   Section 14 of Act No. 198 of the Public Acts of  
2 1974, as amended by Act No. 417 of the Public Acts of 1982, being  
3 section 207.564 of the Michigan Compiled Laws, is amended to read  
4 as follows:

1       Sec. 14. (1) The amount of the industrial facility tax ~~—~~  
2 in each year ~~in the case of~~ FOR a replacement facility ~~—~~  
3 shall be determined by multiplying the total mills levied as ad  
4 valorem taxes for that year by all taxing units within which the  
5 facility is situated by the state equalized valuation of the real  
6 and personal property of the obsolete industrial property for the  
7 tax year immediately preceding the effective date of the indus-  
8 trial facilities exemption certificate after deducting the state  
9 equalized valuation of the land and of the inventory as specified  
10 in section 19.

11       (2) The amount of the industrial facility tax ~~—~~ in each  
12 year ~~in the case of~~ FOR a new facility or a speculative build-  
13 ing ~~—~~ shall be determined by multiplying 1/2 of the total mills  
14 levied as ad valorem taxes for that year by all taxing units  
15 within which the facility is situated by the state equalized val-  
16 uation of the facility excluding the land and the inventory per-  
17 sonal property.

18       (3) ~~In the event of~~ FOR a termination or revocation of  
19 only the real property component, or only the personal property  
20 component, of an industrial facilities exemption certificate as  
21 ~~hereinafter~~ provided IN THIS ACT, the valuation and the tax  
22 determined ~~thereby~~ shall be reduced proportionately to reflect  
23 the exclusion of the component with respect to which the termina-  
24 tion or revocation has occurred.

25       (4) FOR TAXES LEVIED UNDER THIS ACT IN 1993 AND EACH YEAR  
26 AFTER 1993, THE TAX LEVIED UNDER SUBSECTION (1) SHALL BE  
27 DETERMINED USING THE LOCAL SCHOOL DISTRICT OPERATING MILLAGE RATE

1 LEVIED FOR THAT YEAR OR FOR 1992, WHICHEVER IS GREATER, AND THE  
2 TAX LEVIED UNDER SUBSECTION (2) SHALL BE DETERMINED USING 1/2 OF  
3 THE LOCAL SCHOOL DISTRICT OPERATING MILLAGE RATE LEVIED FOR THAT  
4 YEAR OR FOR 1992, WHICHEVER IS GREATER. HOWEVER, THE LOCAL  
5 SCHOOL DISTRICT OPERATING MILLAGE RATE USED UNDER SUBSECTION (2)  
6 SHALL NOT EXCEED THE LOCAL SCHOOL DISTRICT OPERATING MILLAGE RATE  
7 LEVIED FOR THAT YEAR.

8 Section 2. This amendatory act shall not take effect unless  
9 House Joint Resolution G of the 87th Legislature becomes a part  
10 of the constitution as provided in section 1 of article XII of  
11 the state constitution of 1963.

12 Section 3. This amendatory act shall not take effect unless  
13 all of the following bills of the 87th Legislature are enacted  
14 into law:

15 (a) Senate Bill No. 1.

16 (b) Senate Bill No. 601.

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18 (c) Senate Bill No. 599.

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20 (d) Senate Bill No. 602.

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22 (e) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_ (request  
23 no. 01371'93).

24 (f) Senate Bill No. 598.

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26 (g) Senate Bill No. 596.

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1 (h) Senate Bill No. 597.

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3 (i) Senate Bill No. \_\_\_\_\_ or House Bill No. \_\_\_\_\_ (request  
4 no. 03859'93).