



SENATE BILL No. 667

June 2, 1993, Introduced by Senators WELBORN and DI NELLO
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.

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 to read
4 as follows:

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

1 (2) Assessment of property, as required in this section and
2 section 27, shall be inapplicable to the assessment of property
3 subject to the levy of ad valorem taxes within voted tax limita-
4 tion increases to pay principal and interest on limited tax bonds
5 issued by any governmental unit, including a county, township,
6 community college district, or school district, before January 1,
7 1964, if the assessment required to be made under this act would
8 be less than the assessment as state equalized prevailing on the
9 property at the time of the issuance of the bonds. This inappli-
10 cability shall continue until levy of taxes to pay principal and
11 interest on the bonds is no longer required. The assessment of
12 property required by this act shall be applicable for all other
13 purposes.

14 (3) THE ASSESSMENT OF PROPERTY FOR DETERMINING TAXES LEVIED
15 BY ALL TAXING UNITS SHALL NOT EXCEED 45% OF THE PROPERTY'S TRUE
16 CASH VALUE IN 1993, AND 40% OF THE PROPERTY'S TRUE CASH VALUE IN
17 EACH YEAR AFTER 1993.

18 (4) THE LEGISLATURE SHALL PROVIDE FOR THE REIMBURSEMENT OF
19 ALL TAXING UNITS FOR THE LOSS OF REVENUE DUE TO THE REDUCTION IN
20 THE PROPORTION OF TRUE CASH VALUE AT WHICH PROPERTY IS ASSESSED.
21 THE REIMBURSEMENT SHALL BE DETERMINED BY MULTIPLYING THE DIFFER-
22 ENCE BETWEEN THE STATE EQUALIZED VALUATION AS ASSESSED AT 50% OF
23 TRUE CASH VALUE MINUS THE STATE EQUALIZED VALUATION AS ASSESSED
24 AT THE REDUCED PROPORTION OF TRUE CASH VALUE ALLOWED IN THE YEAR
25 FOR WHICH REIMBURSEMENT IS BEING CALCULATED BY THE NUMBER OF
26 MILLS LEVIED BY THE TAXING UNIT IN 1993 OR THE NUMBER OF MILLS
27 LEVIED IN THE YEAR FOR WHICH REIMBURSEMENT IS BEING CALCULATED,

1 WHICHEVER IS LESS. THE REIMBURSEMENT SHALL BE MADE NOT LATER
2 THAN THE DAY TAXES CALCULATED USING THE ASSESSMENT FOR WHICH
3 REIMBURSEMENT IS BEING MADE BECOME DELINQUENT.

4 (5) EXCEPT AS OTHERWISE PROVIDED BY LAW, A TAXPAYER MAY
5 BRING A LEGAL ACTION TO ENFORCE THIS SECTION IN THE CIRCUIT COURT
6 OF THE COUNTY WITHIN WHICH THE TAXPAYER'S PROPERTY IS SITUATED.