



**House
Legislative
Analysis
Section**

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SEVERED MINERAL RIGHTS: TAXES

House Bill 5722

Sponsor: Rep. Beverly Bodem

Committee: Local Government

Complete to 4-26-96

A SUMMARY OF HOUSE BILL 5722 AS INTRODUCED 3-28-96

The bill would amend the General Property Tax Act to specify that property whose mineral rights had been severed would be taxed at a lower rate than otherwise would be assessed during the time that minerals were being extracted from the ground and while extraction equipment was located on the surface property (whether or not minerals were being extracted). The tax rate would be determined by the local tax assessor.

MCL 311.7ff

House Bill 5722 (4-26-96)

■ This analysis was prepared by nonpartisan House staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.