



HOUSE BILL No. 5504

January 16, 1996, Introduced by Rep. Owen and referred to the Committee on Tax Policy.

A bill to amend section 8 of Act No. 59 of the Public Acts of 1986, entitled
"Resort district rehabilitation act,"
being section 125.2208 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 8 of Act No. 59 of the Public Acts of
2 1986, being section 125.2208 of the Michigan Compiled Laws, is
3 amended to read as follows:

4 Sec. 8. (1) Subject to the provisions of section 7, an
5 authority may levy an ad valorem tax on the real and tangible
6 personal property located in the resort district and not exempt
7 by law and as finally equalized. The tax shall not be more than
8 3 mills for a period of not more than 5 years. The tax shall be
9 collected by the township creating the authority levying the
10 tax. The township shall collect the tax at the same time and in

1 the same manner as it collects its other ad valorem taxes. The
2 tax shall be paid to the treasurer of the authority and credited
3 to the general fund of the authority for purposes of the
4 authority.

5 (2) An authority may borrow money and issue its notes for
6 that money pursuant to the municipal finance act, Act No. 202 of
7 the Public Acts of 1943, being sections 131.1 to 139.3 of the
8 Michigan Compiled Laws, in anticipation of collection of the ad
9 valorem tax authorized in this section.

10 (3) ~~The~~ EXCEPT AS PROVIDED IN SUBSECTION (4), THE author-
11 ity may extend the tax levied under this section for periods of
12 not more than 5 years. An extension of the tax shall not be more
13 than 3 mills. An extension shall not be levied unless, before
14 September 15 of the year following the year in which a previously
15 approved tax levy expires, the extension is approved by a major-
16 ity of the electors who reside in the resort district and who
17 vote on the proposition.

18 (4) IF A TAX LEVY HAS BEEN PREVIOUSLY LEVIED AND APPROVED BY
19 A MAJORITY OF ELECTORS WHO RESIDE WITHIN THE RESORT DISTRICT ON 2
20 PREVIOUS OCCASIONS, THE AUTHORITY MAY EXTEND THE TAX LEVIED UNDER
21 THIS SECTION FOR A PERIOD OF NOT MORE THAN 20 YEARS. AN EXTEN-
22 SION OF THE TAX SHALL NOT BE MORE THAN 3 MILLS. AN EXTENSION
23 UNDER THIS SUBSECTION SHALL NOT BE LEVIED UNLESS, BEFORE
24 SEPTEMBER 15 FOLLOWING THE YEAR IN WHICH A PREVIOUSLY APPROVED
25 TAX LEVY EXPIRES, THE EXTENSION IS APPROVED BY A MAJORITY OF THE
26 ELECTORS WHO RESIDE IN THE RESORT DISTRICT AND WHO VOTE ON THE
27 PROPOSITION.