



HOUSE BILL No. 5722

March 28, 1996, Introduced by Reps. Bodem, Bobier, Schroer, Tesanovich, Munsell, Bullard and Law and referred to the Committee on Local Government.

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

"The general property tax act,"

as amended, being sections 211.1 to 211.157 of the Michigan Compiled Laws, by adding section 7ff.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 206 of the Public Acts of 1893, as
2 amended, being sections 211.1 to 211.157 of the Michigan Compiled
3 Laws, is amended by adding section 7ff to read as follows:

4 SEC. 7FF. PROPERTY FOR WHICH THE SUBSURFACE MINERAL RIGHTS
5 ARE SEVERED SHALL BE TAXED AT A RATE DETERMINED TO BE APPROPRIATE
6 BY THE LOCAL TAX ASSESSOR WHICH IS LESS THAN THE TAX RATE THAT
7 WOULD OTHERWISE BE ASSESSED UNDER THIS ACT FOR THAT PROPERTY.
8 THIS REDUCTION IN THE TAXABLE RATE SHALL OCCUR ONLY DURING THE
9 TIME THAT MINERALS ARE BEING EXTRACTED FROM THE GROUND AND WHILE

- 1 MINERAL EXTRACTION EQUIPMENT IS LOCATED ON THE SURFACE PROPERTY
- 2 WHETHER OR NOT EXTRACTION OF MINERALS IS OCCURRING.