



HOUSE BILL No. 6167

November 12, 1996, Introduced by Rep. Dolan and referred to the Committee on Tax Policy.

A bill to amend section 3 of Act No. 62 of the Public Acts of 1933, entitled as amended "Property tax limitation act," being section 211.203 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 3 of Act No. 62 of the Public Acts of
2 1933, being section 211.203 of the Michigan Compiled Laws, is
3 amended to read as follows:

4 Sec. 3. (1) Except as ~~hereinafter~~ OTHERWISE provided IN
5 THIS SECTION, the total amount of taxes levied against property
6 for all purposes in any 1 year shall not exceed the limits pro-
7 vided by or fixed ~~pursuant to~~ UNDER section 6 of article ~~9~~ IX
8 of the state constitution of 1963, except taxes levied for the
9 payment of interest and principal on obligations incurred ~~prior~~
10 ~~to~~ BEFORE December 8, 1932, ~~— Taxes levied under this~~

1 ~~exception~~ WHICH shall be known and referred to as debt service
2 tax rates.

3 (2) If ~~any~~ A municipal corporation is ~~or shall hereafter~~
4 ~~be~~ limited ~~,~~ by a provision in its charter or general law ~~,~~
5 in its power to levy taxes against property for purposes autho-
6 rized by law to be supported under the municipal budget, the
7 municipal corporation shall levy the taxes ~~pursuant to~~ UNDER
8 those provisions and ~~such~~ THOSE taxes shall be in addition to
9 the taxes ~~as~~ THAT may be levied under the limitation ~~of~~ SET
10 FORTH IN subsection (1). ~~, and taxes~~ TAXES levied under this
11 subsection shall be known and referred to as charter tax rates.
12 If any portion of the net limitation tax rate is allocated to the
13 municipal corporation by the board, the allocated tax rate shall
14 be included within the total tax rate levied by the municipal
15 corporation under this subsection.

16 (3) If any local unit ~~shall hold~~ HOLDS an election for the
17 purpose of increasing the total tax rate limitation, as provided
18 for by section 6 of article ~~9~~ IX of the state constitution of
19 1963, the vote at the election shall be taken by ballot and the
20 ballots shall be cast and counted in the manner provided by the
21 general election laws of this state. The ballots shall state the
22 amount in dollars per thousand dollars of ~~state equalized~~
23 ~~valuation~~ TAXABLE VALUE by which it is proposed that the total
24 tax rate limitation on property in the local unit be increased
25 and the number of years for which it is proposed that the
26 increase shall be effective. ~~where~~ IF a previous increase in
27 the total tax limitation on property is about to expire and a new

1 increase for the identical amount OR A LESSER AMOUNT is proposed,
2 the ballot proposal may be presented as a renewal or continuation
3 of the previous increase for a specified number of years. The
4 ballot shall specify the intended purpose of the renewed or new
5 funds. The ballot may also state the purpose for which the funds
6 derived from the voted increase over the constitutional tax rate
7 limitation may be used, and ~~such~~ THOSE funds shall not be con-
8 sidered by the ~~county allocation~~ board in dividing the net lim-
9 itation tax rate among the various governmental units ~~entitled~~
10 ~~thereto~~ under this act. Within 5 days after every election held
11 in any local unit to increase the tax rate limitation, a certi-
12 fied copy of the official declaration of the result of the elec-
13 tion shall be filed with the treasurer of the county or counties
14 in which the local unit is located. The voted increase in the
15 tax rate limitation shall be effective in the local unit only
16 when the certified copy OF THE OFFICIAL DECLARATION OF THE RESULT
17 OF THE ELECTION is filed. The notice of ~~every~~ AN election in
18 which an increase in the total tax rate limitation is to be voted
19 upon shall contain a statement by the county treasurer of the
20 county or counties in which the local unit ~~so~~ voting ON THE
21 INCREASE is located of the total of all voted increases in the
22 total tax rate limitation, in any local units, affecting the tax-
23 able property in the local unit ~~so~~ voting ON THE INCREASE, and
24 the years the increases are effective.

25 (4) AS USED IN THIS SECTION, "TAXABLE VALUE" MEANS THAT
26 VALUE DETERMINED UNDER SECTION 27A OF THE GENERAL PROPERTY TAX

1 ACT, ACT NO. 206 OF THE PUBLIC ACTS OF 1893, BEING
2 SECTION 211.27A OF THE MICHIGAN COMPILED LAWS.