



HOUSE JOINT RESOLUTION O

May 9, 1995, Introduced by Reps. Palamara, Profit, Randall, Porreca, DeMars, Baade, Bullard, Galloway, Gire, Owen, Freeman, Pitoniak, Wallace, Bankes, Kukuk, Law, Weeks, Voorhees, Crissman, Llewellyn, Price, Hanley, Dobronski, Gubow, Brewer, Dobb, Gnodtke, Gernaat, Dalman, Yokich, Bush, Anthony, Kelly, DeHart, Agee, Baird, Schroer, LaForge, Cherry, Brater, Leland, Harder, Murphy, Curtis, Clack, Martinez, Tesanovich, Kilpatrick, Hood, Bennan, Alley, Mathieu, Emerson, Gagliardi, Willard, Berman, Bodem, Hammerstrom, Jamian, Hill, Jersevic, Lowe, Ciaramitaro, Scott, Rocca, Wetters, Ryan, London, Perricone, Rhead, McManus and Vaughn and referred to the Committee on Appropriations.

A joint resolution proposing an amendment to the state constitution of 1963, by adding section 37 to article IX, to provide for assistance to counties, cities, villages, and townships from the collections of the income and single business taxes.

Resolved by the Senate and House of Representatives of the state of Michigan, That the following amendment to the state constitution of 1963, to provide for assistance to counties, cities, villages, and townships from the collections of the income and single business taxes, is proposed, agreed to, and submitted to the people of the state:

1

ARTICLE IX

2

SEC. 37. TWO POINT FIFTY-THREE PERCENT OF GROSS COLLECTIONS

3

BEFORE REFUNDS OF THE INCOME TAX, OR A SUCCESSOR TAX OR TAXES,

4

SHALL BE USED EXCLUSIVELY FOR ASSISTANCE TO COUNTIES ON A BASIS

5

AS PROVIDED BY LAW. FOUR POINT SEVENTY-SEVEN PERCENT OF GROSS

1 COLLECTIONS BEFORE REFUNDS OF THE INCOME TAX, OR A SUCCESSOR TAX
2 OR TAXES, SHALL BE USED EXCLUSIVELY FOR ASSISTANCE TO TOWNSHIPS,
3 CITIES, AND VILLAGES ON A BASIS AS PROVIDED BY LAW. IF THE RATE
4 OF THE INCOME TAX, OR A SUCCESSOR TAX OR TAXES, IS REDUCED OR THE
5 DEFINITION OF THE BASE OF THE INCOME TAX, OR A SUCCESSOR TAX OR
6 TAXES, IS NARROWED, THE LEGISLATURE SHALL IMPLEMENT AN INCREASE
7 IN THE PERCENT OF GROSS COLLECTIONS BEFORE REFUNDS USED FOR
8 ASSISTANCE UNDER THIS PARAGRAPH TO COMPENSATE FOR THE REDUCTION
9 IN THE RATE OR THE NARROWING OF THE DEFINITION OF THE BASE.

10 A PERCENT OF THE GROSS COLLECTIONS BEFORE REFUNDS OF THE
11 SINGLE BUSINESS TAX, OR A SUCCESSOR TAX OR TAXES, EQUAL TO THE
12 PERCENT OF THE GROSS COLLECTIONS BEFORE REFUNDS USED EXCLUSIVELY
13 FOR ASSISTANCE TO CITIES, VILLAGES, AND TOWNSHIPS IN THE STATE
14 FISCAL YEAR 1994-95, SHALL BE USED EXCLUSIVELY FOR ASSISTANCE TO
15 CITIES, VILLAGES, AND TOWNSHIPS ON A BASIS AS PROVIDED BY LAW.
16 THE PERCENT OF GROSS COLLECTIONS BEFORE REFUNDS USED EXCLUSIVELY
17 FOR ASSISTANCE TO CITIES, VILLAGES, AND TOWNSHIPS IN THE STATE
18 FISCAL YEAR 1994-95 SHALL BE CALCULATED AS IF THE LEGISLATURE HAD
19 MADE NO REDUCTIONS IN SUCH ASSISTANCE SPECIFICALLY FOR THE STATE
20 FISCAL YEAR 1994-95 AND WITHOUT REGARD TO ASSISTANCE DESCRIBED IN
21 THE NEXT PARAGRAPH PROVIDED IN THE STATE FISCAL YEAR 1994-95. IF
22 THE RATE OF THE SINGLE BUSINESS TAX, OR A SUCCESSOR TAX OR TAXES,
23 IS REDUCED OR THE DEFINITION OF THE BASE OF THE SINGLE BUSINESS
24 TAX, OR A SUCCESSOR TAX OR TAXES, IS NARROWED, THE LEGISLATURE
25 SHALL IMPLEMENT AN INCREASE IN THE PERCENT OF GROSS COLLECTIONS
26 BEFORE REFUNDS USED FOR ASSISTANCE UNDER THIS PARAGRAPH TO

1 COMPENSATE FOR THE REDUCTION IN THE RATE OR THE NARROWING OF THE
2 DEFINITION OF THE BASE.

3 IN ADDITION TO OTHER ASSISTANCE PROVIDED UNDER THIS SECTION,
4 THERE SHALL BE USED EXCLUSIVELY FOR ASSISTANCE TO EACH COUNTY,
5 CITY, VILLAGE, OR TOWNSHIP AN AMOUNT OF GROSS COLLECTIONS BEFORE
6 REFUNDS OF THE SINGLE BUSINESS TAX, OR A SUCCESSOR TAX OR TAXES,
7 EQUAL TO THE AMOUNT OF STATE EQUALIZED VALUE OF TAX-EXEMPT INVEN-
8 TORY PROPERTY IN THAT COUNTY, CITY, VILLAGE, OR TOWNSHIP UPON
9 WHICH TAXES WERE ACTUALLY LEVIED DURING 1975 MULTIPLIED BY THE
10 TAX RATE FOR EACH TAXING UNIT, AS PROVIDED BY LAW. IF A COUNTY,
11 CITY, VILLAGE, OR TOWNSHIP COLLECTS PROPERTY TAXES FOR AN AUTHOR-
12 ITY THAT LEVIES PROPERTY TAXES, THE COUNTY, CITY, VILLAGE, OR
13 TOWNSHIP SHALL PAY TO THE AUTHORITY ITS PROPORTIONATE SHARE OF
14 THE ASSISTANCE RECEIVED UNDER THIS SECTION. THE PROPORTIONATE
15 SHARE SHALL BE THE PERCENTAGE THAT THE PROPERTY TAXES COLLECTED
16 BY THE AUTHORITY ARE TO THE PROPERTY TAXES OF THE COUNTY, CITY,
17 VILLAGE, OR TOWNSHIP.

18 Resolved further, That the foregoing amendment shall be sub-
19 mitted to the people of the state at the next general election in
20 the manner provided by law.