

HOUSE SUBSTITUTE FOR
SENATE BILL NO. 1302

A bill to amend 1984 PA 385, entitled
"Technology park development act,"
by amending section 12 (MCL 207.712), as amended by 1996 PA 445.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 12. (1) Except as provided in ~~subsection~~ **subsections**
2 (8) **and (9)**, there is levied upon every owner of record and every
3 user or occupant, if known, of a facility to which a certificate
4 is issued, a specific tax to be known as a technology park
5 facilities tax.

6 (2) The amount of the technology park facilities tax in each
7 year shall be determined by multiplying the state equalized
8 valuation of the facility excluding the land and the inventory
9 personal property by the sum of 1/2 of the total mills levied as
10 ad valorem taxes for that year by all taxing units within which
11 the facility is located other than mills levied by a local or

1 intermediate school district within which the facility is located
2 for school operating purposes or mills levied under the state
3 education tax act, ~~Act No. 331 of the Public Acts of 1993, being~~
4 ~~sections 211.901 to 211.906 of the Michigan Compiled Laws 1993~~
5 **PA 331, MCL 211.901 to 211.906**, plus 1/2 of the number of mills
6 levied for school operating purposes in 1993.

7 (3) The technology park facilities tax shall be collected,
8 disbursed, and assessed in accordance with this act.

9 (4) The technology park facilities tax shall be an annual tax
10 payable at the same time, in the same manner, and to the same
11 officer or officers as taxes imposed under the general property
12 tax act, ~~Act No. 206 of the Public Acts of 1893, being sections~~
13 ~~211.1 to 211.157 of the Michigan Compiled Laws 1893 PA 206, MCL~~
14 **211.1 to 211.157**, are payable. Except as otherwise provided in
15 this section, the officer or officers shall disburse technology
16 park facilities tax payments received each year to the state,
17 cities, townships, villages, school districts, counties,
18 community and junior colleges, and authorities, at the times and
19 in the proportions required by law for the disbursement of taxes
20 collected under ~~Act No. 206 of the Public Acts of 1893~~ **the**
21 **general property tax act, 1893 PA 206, MCL 211.1 to 211.157**. To
22 determine the proportion for the disbursement of taxes under this
23 subsection and for attribution of taxes under subsection (6) for
24 taxes collected pursuant to technology park facilities exemption
25 certificates issued before January 1, 1994, the number of mills
26 levied for local school district operating purposes to be used in
27 the calculation shall equal the number of mills for local school

1 district operating purposes levied in 1993 minus the number of
2 mills levied under ~~Act No. 331 of the Public Acts of 1993~~ **the**
3 **state education tax act, 1993 PA 331, MCL 211.901 to 211.906**, for
4 the year for which the disbursement is calculated.

5 (5) Except as provided in subsection (6), all or a portion of
6 the amount to be disbursed to intermediate school districts
7 receiving state aid under sections 56, 62, and 81 of the state
8 school aid act of 1979, ~~Act No. 94 of the Public Acts of 1979,~~
9 ~~being sections 388.1656, 388.1662, and 388.1681 of the Michigan~~
10 ~~Compiled Laws~~ **1979 PA 94, MCL 388.1656, 388.1662, and 388.1681**,
11 as determined on the basis of the tax rates being utilized to
12 compute the amount of state aid, shall be paid to the state
13 treasury and credited to the state school aid fund established by
14 section 11 of article IX of the state constitution of 1963.

15 (6) For technology park facilities taxes levied after 1993
16 for school operating purposes, the amount to be disbursed to a
17 local school district shall be paid to the state treasury and
18 credited to the state school aid fund established by section 11
19 of article IX of the state constitution of 1963.

20 (7) The officer or officers shall send a copy of the amount
21 of disbursement made to each unit under this section to the
22 department on a form provided by the department.

23 (8) A facility located in a renaissance zone under the
24 Michigan renaissance zone act, ~~Act No. 376 of the Public Acts of~~
25 ~~1996, being sections 125.2681 to 125.2696 of the Michigan~~
26 ~~Compiled Laws~~ **1996 PA 376, MCL 125.2681 to 125.2696**, is exempt
27 from the technology park facilities tax levied under this act to

1 the extent and for the duration provided pursuant to ~~Act No. 376~~
2 ~~of the Public Acts of 1996~~ **the Michigan renaissance zone act,**
3 **1996 PA 376, MCL 125.2681 to 125.2696,** except for that portion of
4 the technology park facilities tax attributable to a special
5 assessment or a tax described in section 7ff(2) of the general
6 property tax act, ~~Act No. 206 of the Public Acts of 1893, being~~
7 ~~section 211.7ff of the Michigan Compiled Laws~~ **1893 PA 206, MCL**
8 **211.7ff.** The technology park facilities tax calculated under
9 this subsection shall be disbursed proportionately to the local
10 taxing unit or units that levied the special assessment or the
11 tax described in section 7ff(2) of ~~Act No. 206 of the Public~~
12 ~~Acts of 1893~~ **the general property tax act, 1893 PA 206, MCL**
13 **211.7ff.**

14 (9) Upon application for an exemption under this subsection
15 by a qualified start-up business, the governing body of a local
16 tax collecting unit may adopt a resolution to exempt a facility
17 of a qualified start-up business from the collection of the
18 technology park facilities tax levied under this act in the same
19 manner and under the same terms and conditions as provided for
20 the exemption in section 7hh of the general property tax act,
21 1893 PA 206, MCL 211.7hh. The clerk of the local tax collecting
22 unit shall notify in writing the assessor of the local tax
23 collecting unit and the legislative body of each taxing unit that
24 levies ad valorem property taxes in the local tax collecting
25 unit. Before acting on the resolution, the governing body of the
26 local tax collecting unit shall afford the assessor and a
27 representative of the affected taxing units an opportunity for a

1 hearing. If a resolution authorizing the exemption is adopted in
2 the same manner as provided in section 7hh of the general
3 property tax act, 1893 PA 206, MCL 211.7hh, the facility owned or
4 operated by a qualified start-up business is exempt from the
5 technology park facilities tax levied under this act, except for
6 that portion of the technology park facilities tax attributable
7 to a special assessment or a tax described in section 7ff(2) of
8 the general property tax act, 1893 PA 206, MCL 211.7ff, for the
9 year in which the resolution is adopted. A qualified start-up
10 business is not eligible for an exemption under this subsection
11 for more than 5 years. A qualified start-up business may receive
12 the exemption under this subsection in nonconsecutive years. The
13 technology park facilities tax calculated under this subsection
14 shall be disbursed proportionately to the taxing unit or units
15 that levied the special assessment or the tax described in
16 section 7ff(2) of the general property tax act, 1893 PA 206,
17 MCL 211.7ff. As used in this subsection, "qualified start-up
18 business" means that term as defined in section 31a of the single
19 business tax act, 1975 PA 228, MCL 208.31a.