

# HOUSE BILL No. 6506

September 24, 2008, Introduced by Rep. Hildenbrand and referred to the Committee on New Economy and Quality of Life.

A bill to amend 1996 PA 376, entitled  
"Michigan renaissance zone act,"  
by amending section 10 (MCL 125.2690), as amended by 2008 PA 242.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 10. (1) An individual who is a resident of a renaissance  
2 zone or a business that is located and conducts business activity  
3 within a renaissance zone or a person that owns property located in  
4 a renaissance zone is not eligible for the exemption, deduction, or  
5 credit listed in section 9(1) or (2) for that taxable year if 1 or  
6 more of the following apply:

7           (a) The resident, business, or property owner is delinquent on  
8 December 31 of the prior tax year under 1 or more of the following:

9           (i) Former 1975 PA 228 or the Michigan business tax act, 2007  
10 PA 36, MCL 208.1101 to 208.1601.

1           (ii) The income tax act of 1967, 1967 PA 281, MCL 206.1 to  
2 206.532.

3           (iii) 1974 PA 198, MCL 207.551 to 207.572.

4           (iv) The commercial redevelopment act, 1978 PA 255, MCL 207.651  
5 to 207.668.

6           (v) The enterprise zone act, 1985 PA 224, MCL 125.2101 to  
7 125.2123.

8           (vi) 1953 PA 189, MCL 211.181 to 211.182.

9           (vii) The technology park development act, 1984 PA 385, MCL  
10 207.701 to 207.718.

11           (viii) Part 511 of the natural resources and environmental  
12 protection act, 1994 PA 451, MCL 324.51101 to 324.51120.

13           (ix) The neighborhood enterprise zone act, 1992 PA 147, MCL  
14 207.771 to 207.786.

15           (x) The city utility users tax act, 1990 PA 100, MCL 141.1151  
16 to 141.1177.

17           (b) The resident, business, or property owner is substantially  
18 delinquent as defined in a written policy by the qualified local  
19 governmental unit in which the renaissance zone is located on  
20 December 31 of the prior tax year under 1 or both of the following:

21           (i) The city income tax act, 1964 PA 284, MCL 141.501 to  
22 141.787.

23           (ii) Taxes, fees, and special assessments collected under the  
24 general property tax act, 1893 PA 206, MCL 211.1 to 211.155.

25           (c) For residential rental property in a renaissance zone, the  
26 residential rental property is not in substantial compliance with  
27 all applicable state and local zoning, building, and housing laws,

1 ordinances, or codes and, except as otherwise provided in this  
2 subdivision, the residential rental property owner has not filed an  
3 affidavit before December 31 in the immediately preceding tax year  
4 with the local tax collecting unit in which the residential rental  
5 property is located as required under section 7ff of the general  
6 property tax act, 1893 PA 206, MCL 211.7ff. Beginning December 31,  
7 2004, a residential rental property owner is not required to file  
8 an affidavit if the qualified local governmental unit in which the  
9 residential rental property is located determines that the  
10 residential rental property is in substantial compliance with all  
11 applicable state and local zoning, building, and housing laws,  
12 ordinances, and codes on December 31 of the immediately preceding  
13 tax year.

14 (2) An individual who is a resident of a renaissance zone is  
15 eligible for an exemption, deduction, or credit under section 9(1)  
16 and (2) until the department of treasury determines that the  
17 aggregate state and local tax revenue forgone as a result of all  
18 exemptions, deductions, or credits granted under this act to that  
19 individual reaches \$10,000,000.00.

20 (3) A casino located and conducting business activity within a  
21 renaissance zone is not eligible for the exemption, deduction, or  
22 credit listed in section 9(1) or (2). Real property in a  
23 renaissance zone on which a casino is operated, personal property  
24 of a casino located in a renaissance zone, and all property  
25 associated or affiliated with the operation of a casino is not  
26 eligible for the exemption, deduction, or credit listed in section  
27 9(1) or (2). As used in this subsection, "casino" means a casino or

1 a parking lot, hotel, motel, or retail store owned or operated by a  
 2 casino, an affiliate, or an affiliated company, regulated by this  
 3 state pursuant to the Michigan gaming control and revenue act, 1996  
 4 IL 1, MCL 432.201 to 432.226.

5 (4) For tax years beginning on or after January 1, 1997, an  
 6 individual who is a resident of a renaissance zone shall not be  
 7 denied the exemption under subsection (1) if the individual failed  
 8 to file a return on or before December 31 of the prior tax year  
 9 under subsection (1)(a)(ii) and that individual was entitled to a  
 10 refund under that act.

11 (5) A business that is located and conducts business activity  
 12 within a renaissance zone shall not be denied the exemption under  
 13 subsection (1) if the business failed to file a return on or before  
 14 December 31 of the prior tax year under subsection (1)(a)(i) and  
 15 that business had no tax liability under that act for the tax year  
 16 for which the return was not filed.

17 **(6) IN AN AEROTROPOLIS DEVELOPMENT ZONE, ONLY PROPERTY OWNED**  
 18 **OR LEASED BY A QUALIFIED AEROTROPOLIS BUSINESS AND BUSINESS**  
 19 **ACTIVITY CONDUCTED IN AN AEROTROPOLIS DEVELOPMENT ZONE BY A**  
 20 **QUALIFIED AEROTROPOLIS BUSINESS ARE ELIGIBLE FOR THE EXEMPTIONS,**  
 21 **DEDUCTIONS, OR CREDITS DESCRIBED IN SECTION 9.**

22 Enacting section 1. This amendatory act does not take effect  
 23 unless all of the following bills of the 94th Legislature are  
 24 enacted into law:

25 (a) Senate Bill No. \_\_\_\_\_ or House Bill No. 6502 (request no.  
 26 07377'08 \*\*).

27 (b) Senate Bill No. \_\_\_\_\_ or House Bill No. 6503 (request no.

1 07781'08 \*\*).

2 (c) Senate Bill No.\_\_\_\_ or House Bill No. 6504 (request no.  
3 07806'08 \*\*).

4 (d) Senate Bill No.\_\_\_\_ or House Bill No. 6505 (request no.  
5 07807'08 \*\*).

6 (e) Senate Bill No.\_\_\_\_ or House Bill No. 6507 (request no.  
7 08281'08 \*).

8 (f) Senate Bill No.\_\_\_\_ or House Bill No. 6508 (request no.  
9 08282'08 \*).

10 (g) Senate Bill No.\_\_\_\_ or House Bill No. 6509 (request no.  
11 08283'08 \*).

12 (h) Senate Bill No.\_\_\_\_ or House Bill No. 6510 (request no.  
13 08284'08 \*).

14 (i) Senate Bill No.\_\_\_\_ or House Bill No. 6511 (request no.  
15 08285'08 \*).