

SENATE BILL No. 950

December 5, 2007, Introduced by Senators CLARKE, ANDERSON, HUNTER, OLSHOVE, CHERRY, JACOBS, SCOTT, BARCIA, BRATER, SCHAUER and THOMAS and referred to the Committee on Banking and Financial Institutions.

A bill to amend 1966 PA 346, entitled
"State housing development authority act of 1966,"
(MCL 125.1401 to 125.1499c) by adding section 24f.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 24F. (1) THERE IS CREATED AND ESTABLISHED UNDER THE
2 JURISDICTION AND CONTROL OF THE AUTHORITY A FUND TO BE KNOWN AS THE
3 RECAPTURE TAX FUND.

4 (2) THERE MAY BE PAID INTO THE RECAPTURE TAX FUND ANY MONEY
5 AVAILABLE TO THE AUTHORITY FROM ANY SOURCE OR SOURCES, INCLUDING,
6 BUT NOT LIMITED TO, FUNDS HELD BY THE AUTHORITY. THE AUTHORITY IS
7 UNDER NO OBLIGATION TO MAINTAIN A BALANCE OF MONEY IN THE FUND.

8 (3) THE AUTHORITY MAY USE THE MONEY HELD IN THE FUND TO
9 REIMBURSE INDIVIDUAL BORROWERS FOR ANY TAXES THE BORROWERS PAID AND

1 FOR WHICH THEY WERE LIABLE UNDER SECTION 143 (M) OF THE INTERNAL
2 REVENUE CODE, OR ANY SIMILAR RECAPTURE TAXES APPLICABLE TO PROGRAMS
3 THE AUTHORITY ADMINISTERS.