

# SENATE BILL No. 1061

January 14, 2010, Introduced by Senators JELINEK and SWITALSKI and referred to the Committee on Appropriations.

A bill to amend 1974 PA 359, entitled

"An act to authorize the department of natural resources to convey certain lands lying within the boundaries of the lakeshore zone and parkway location of the Sleeping Bear dunes national lakeshore park to the United States; to provide for cession of certain jurisdiction of this state and to determine the measure thereof over such lands; to authorize acceptance of relinquished jurisdiction over such lands or portions thereof; and to repeal certain acts and parts of acts,"

by amending section 8 (MCL 3.908), as amended by 1996 PA 30; and to repeal acts and parts of acts.

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

1           Sec. 8. (1) ~~In order to~~ **TO** provide for reimbursement to local  
2 units of government for taxes lost due to establishment of Sleeping  
3 Bear dunes national lakeshore, the department of treasury ~~—~~ shall  
4 make payments in lieu of taxes for a period not to exceed 10 years  
5 from the date of purchase by the federal government, in accordance

1 with the ~~following~~ formula **IN THIS SUBSECTION.** ~~+~~ On the tax day  
 2 first following transfer, the state treasurer shall determine the  
 3 equalized valuation that existed prior to January 1, 1974 for each  
 4 taxing jurisdiction from which the property was transferred and the  
 5 rate of ad valorem taxation existing at the time of transfer. ~~The~~  
 6 **SUBJECT TO SUBSECTION (2), THE** state treasurer shall thereupon make  
 7 payments to each taxing unit in an amount **SUCH** that revenues  
 8 received by the taxing unit from local taxes ~~shall be~~ **ARE** equal to  
 9 the amounts that would have been received had the existing tax rate  
 10 been still in effect and had the equalized valuation been the same  
 11 prior to transfer. On each succeeding tax day for 10 years  
 12 thereafter the treasurer shall make further payments to each taxing  
 13 unit but reduced by 1/10 per year from the amount originally paid.

14 **(2) IF THE AMOUNT APPROPRIATED FOR PAYMENT TO ALL LOCAL UNITS**  
 15 **OF GOVERNMENT IS LESS THAN THE AMOUNT REQUIRED FOR PAYMENT TO ALL**  
 16 **LOCAL UNITS OF GOVERNMENT UNDER SUBSECTION (1), THE AMOUNT**  
 17 **APPROPRIATED FOR PAYMENT TO EACH LOCAL UNIT OF GOVERNMENT SHALL BE**  
 18 **DISTRIBUTED IN THE SAME PROPORTION THAT THE REQUIRED PAYMENT TO**  
 19 **THAT LOCAL UNIT OF GOVERNMENT IS TO THE TOTAL OF ALL REQUIRED**  
 20 **PAYMENTS.**

21 **(3)** ~~(2) This same~~ **THE** formula **UNDER SUBSECTION (1)** shall apply  
 22 to state-owned lands transferred under this act for which payments  
 23 in lieu of taxes were previously made under ~~the provisions of~~  
 24 ~~former Act No. 91 of the Public Acts of 1925 PA 91, or subpart 14~~  
 25 ~~of part 21 (general real estate powers) of the natural resources~~  
 26 ~~and environmental protection act, Act No. 451 of the Public Acts of~~  
 27 ~~1994, being sections 1994 PA 451, MCL 324.2152 to 324.2154. of the~~

1 ~~Michigan Compiled Laws.~~

2       (4) ~~(3)~~—On state-owned lands transferred under this act for  
3 which payments were previously made pursuant to former ~~Act No. 116~~  
4 ~~of the Public Acts of 1917 PA 116~~, or subpart 13 of part 21  
5 ~~(general real estate powers)~~ of the natural resources and  
6 environmental protection act, ~~Act No. 451 of the Public Acts of~~  
7 ~~1994, being sections 1994 PA 451, MCL 324.2150 to 324.2151, of the~~  
8 ~~Michigan Compiled Laws~~, the annual payment shall continue for a  
9 period of 10 years at the rate existing at the time of transfer.

10       (5) ~~(4)~~—The treasurer or other officer charged with the  
11 collection of taxes for the assessing district shall forward a  
12 statement of payments due to the Lansing office of the state  
13 treasurer, which shall review the statement, and if the amount is  
14 determined pursuant to this act, pay the same from the state  
15 general fund.

16 ~~— (5) There shall be appropriated from the general fund of the~~  
17 ~~state a sufficient sum to meet the expenditures necessary to carry~~  
18 ~~out the requirements of this section.~~

19       Enacting section 1. Sections 9 and 10 of 1974 PA 359, MCL  
20 3.909 and 3.910, are repealed.