



Senate Fiscal Agency
P. O. Box 30036
Lansing, Michigan 48909-7536

BILL



ANALYSIS

Telephone: (517) 373-5383
Fax: (517) 373-1986

Senate Bill 615 (as enacted)
Sponsor: Senator Wayne Schmidt
Senate Committee: Judiciary
House Committee: Judiciary

PUBLIC ACT 15 OF 2016

Date Completed: 3-31-17

CONTENT

The bill amended the Revised Judicature Act to prohibit a judgment against a governmental entity that is assessed and collected as a tax from being attributed or transmitted to, or retained or captured by, any other governmental entity for any other purpose.

Section 6093 of the Act establishes the method of recovery of a judgment against a city, village, township, or county, and Section 6094 establishes the method of recovery of a judgment against a school district or intermediate school district. Those sections require the appropriate assessing officer to assess the amount of the judgment upon the taxable property of the municipality or district.

The bill specifies that a judgment entered against a governmental entity under Section 6093 or 6094 that is assessed and collected as a tax under that section, and any specific local tax attributable to the judgment, may not be attributed or transmitted to or retained or captured by any other governmental entity for any other purpose.

The bill applies retroactively to all judgments entered after May 6, 2015.

MCL 600.6094a

Legislative Analyst: Patrick Affholter

FISCAL IMPACT

The bill will have no net impact on local revenue, but will in some local circumstances reallocate revenue captured under a tax increment financing plan from the tax increment financing authority to a municipality levying a judgment levy.

Fiscal Analyst: Elizabeth Pratt

S1516\sb615en

This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.