

Legislative Analysis



ELIMINATE SUNSET ON AUTHORITY TO ENTER TAX FORECLOSURE AVOIDANCE AGREEMENTS

Phone: (517) 373-8080
<http://www.house.mi.gov/hfa>

House Bill 4121 as introduced
Sponsor: Rep. Wendell Byrd
Committee: Local Government and Municipal Finance
Complete to 3-13-19

Analysis available at
<http://www.legislature.mi.gov>

SUMMARY:

House Bill 4121 would amend the General Property Tax Act to allow county treasurers to enter into tax foreclosure avoidance agreements after June 30, 2019.

The act currently allows county treasurers to enter into tax foreclosure avoidance agreements with the owners of property with delinquent taxes on them for a term of up to five years. The act puts a sunset (expiration date) on this authority, however, of June 30, 2019. The bill would eliminate this sunset, which would give county treasurers permanent authority to enter tax foreclosure avoidance agreements.

MCL 211.78q

FISCAL IMPACT:

Eliminating the sunset would allow local governments to potentially avoid foreclosures and collect existing property taxes. However, the fiscal impact on local governments and the state is likely to be relatively small.

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