

HOUSE BILL NO. 4930

September 10, 2019, Introduced by Reps. Whitsett and Afendoulis and referred to the Committee on Tax Policy.

A bill to amend 2014 PA 86, entitled
"Local community stabilization authority act,"
by amending section 18 (MCL 123.1358), as amended by 2018 PA 616.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 18. (1) Beginning in fiscal year 2015-2016, and each
2 fiscal year thereafter, the department shall determine the amount
3 of the distributions under this act, except for the payments under
4 section 17(4)(a)(vii) and (viii) and section 17(4)(d)(ii).

5 (2) Each municipality shall submit to the department
6 sufficient information for the department to make its calculations



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under this act, except for the payments under section 17(4) (a) (vii) and (viii) and section 17(4) (d) (ii), as determined by the department.

(3) The department shall annually make the distribution calculations, except for the payments under section 17(4) (a) (vii) and (viii) and section 17(4) (d) (ii), and the commercial personal property and industrial personal property taxable values available on the internet.

(4) For calendar year 2018, each municipality may review the prior year distribution calculations that the department posted on the internet to determine if there are any errors in reporting under section 13(4) or any calculation errors made by the department. For calendar year 2018 and subsequent calendar years, each municipality may review the current year distribution calculations that the department posted on the internet to determine if there are any errors in reporting under section 13(4) or any calculation errors made by the department. A municipality may notify the department of any errors identified, **in a form and manner prescribed by the department**, by providing substantiating documentation to support an adjustment to the payment amount by March 31 of the year following the calendar year for which the payments are calculated, except that for errors identified in calculations under section 13(5) for the current calendar year, a municipality shall notify the department by August 1 of the calendar year for which the payments are calculated. Upon the department's review of the substantiating documentation and verification of the errors, the department shall calculate an underpayment or overpayment amount in accordance with section 17(5). The department shall determine if the substantiating documentation is sufficient.



(5) Each municipality may review the annual commercial personal property and industrial personal property taxable values posted by the department on the internet to determine if there are any errors in reporting under section 13(3) or any calculation errors made by the department. A municipality may notify the department of any errors identified, **in a form and manner prescribed by the department**, by providing substantiating documentation to support an adjustment to the payment amount, as described in subdivisions (a) to (e). Upon the department's review of the substantiating documentation and verification of the errors, the department shall calculate an underpayment or overpayment amount in accordance with section 17(5). The department shall determine if the substantiating documentation is sufficient. Error notifications under this subsection are subject to the following, as applicable:

(a) For the 2013, 2014, and 2015 commercial personal property and industrial personal property taxable values, as reported by the county equalization director in calendar year 2015 under section 13(3), ~~municipalities must report any~~ **if a municipality identifies an inaccurate commercial personal property and/or industrial personal property taxable values-value, the municipality must report the error** to the county equalization director by ~~August 1, 2018,~~ **January 31, 2020**, except as provided in section 17(6), **by providing substantiating documentation to support the corrected value. County equalization directors shall review all reported inaccurate commercial personal property and industrial personal property taxable values and determine all municipalities affected by the inaccurate commercial personal property and industrial personal property taxable values. If a county equalization director**



1 identifies an inaccurate commercial personal property or industrial
2 personal property taxable value, the county equalization director
3 shall determine all municipalities affected by the inaccurate
4 commercial personal property or industrial personal property
5 taxable value. County equalization directors shall notify the
6 department by ~~August 13, 2018,~~ **February 29, 2020**, of any corrected
7 2013, 2014, and 2015 commercial personal property and industrial
8 personal property taxable values ~~, by providing for each affected~~
9 **municipality. County equalization directors shall provide to the**
10 **department** substantiating documentation to support the corrected
11 values.

12 (b) For the 2013 and 2016 commercial personal property and
13 industrial personal property taxable values, as reported by the
14 county equalization director in calendar year 2016 under section
15 13(3), municipalities must report any inaccurate commercial
16 personal property and industrial personal property taxable values
17 to the county equalization director by February 28, 2019, except as
18 provided in section 17(6). County equalization directors shall
19 notify the department by March 29, 2019, of any corrected 2013 and
20 2016 commercial personal property and industrial personal property
21 taxable values by providing substantiating documentation to support
22 the corrected values.

23 (c) For the 2013, 2014, 2015, and 2016 commercial personal
24 property and industrial personal property taxable values, as
25 reported on July 10, 2017, under section 151(1) of the state school
26 aid act of 1979, 1979 PA 94, MCL 388.1751, municipalities must
27 report any inaccurate commercial personal property and industrial
28 personal property taxable values to the county treasurer by
29 February 28, 2019, except as provided in section 17(6). County



1 treasurers shall notify the department by March 29, 2019, of any
2 corrected 2013, 2014, 2015, and 2016 commercial personal property
3 and industrial personal property taxable values by providing
4 substantiating documentation to support the corrected values. For
5 purposes of this subdivision, the corrected 2013, 2014, 2015, and
6 2016 commercial personal property and industrial personal property
7 taxable values shall be the current taxable values on July 10,
8 2017.

9 (d) For the 2013 and 2017 commercial personal property and
10 industrial personal property taxable values, as reported by the
11 county equalization director in calendar year 2017 under section
12 13(3), municipalities must report any inaccurate commercial
13 personal property and industrial personal property taxable values
14 to the county equalization director by February 28, 2019, except as
15 provided in section 17(6). County equalization directors shall
16 notify the department by March 29, 2019, of any corrected 2013 and
17 2017 commercial personal property and industrial personal property
18 taxable values by providing substantiating documentation to support
19 the corrected values.

20 (e) For 2018 and subsequent years' commercial personal
21 property and industrial personal property taxable values, as
22 reported by the county equalization director by May 31 of each year
23 under section 13(3), ~~municipalities must report any~~ **if a**
24 **municipality identifies an** inaccurate commercial personal property
25 ~~and-or~~ industrial personal property taxable ~~values~~ **value** for the
26 current year, **the municipality must report the error** to the county
27 equalization director by February 28 of the following year, **by**
28 **providing substantiating documentation to support the corrected**
29 **value. County equalization directors shall review all reported**



1 inaccurate commercial personal property and industrial personal
2 property taxable values and determine all municipalities affected
3 by the inaccurate commercial personal property and industrial
4 personal property taxable values. If a county equalization director
5 identifies an inaccurate commercial personal property or industrial
6 personal property taxable value, the county equalization director
7 shall determine all municipalities affected by the inaccurate
8 commercial personal property or industrial personal property
9 taxable value. County equalization directors shall notify the
10 department by March 31 of each year of any corrected prior year
11 commercial personal property and industrial personal property
12 taxable values ~~by providing for each affected municipality.~~
13 County equalization directors shall provide to the department
14 substantiating documentation to support the corrected values.

