SENATE BILL NO. 1142

September 23, 2020, Introduced by Senator STAMAS and referred to the Committee on Finance.

A bill to amend 1966 PA 331, entitled "Community college act of 1966,"

by amending section 144 (MCL 389.144), as amended by 2003 PA 306.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 144. (1) The board of trustees of each community college
- 2 district may levy for the purposes specified as within the power of
- 3 the board a tax that does not exceed the rate previously or
- 4 subsequently authorized by the qualified electors of the district
- 5 or the rate derived through the previous adoption by the electors

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- 1 of the district of former 1955 PA 188, or the rate that is
- 2 allocated to the community college district in accordance with the
- **3** property tax limitation act, 1933 PA 62, MCL 211.201 to 211.217a.
- 4 The funds may be used for all purposes authorized, except that to
- 5 the extent permitted under the revised municipal finance act, 2001
- **6** PA 34, MCL 141.2101 to 141.2821, taxes imposed for the payment of
- 7 principal and interest on bonds or other evidences of indebtedness
- 8 or for the payment of assessments or contract obligations in
- 9 anticipation of which bonds are issued may be imposed without
- 10 limitation as to rate or amount. This limitation may be increased
- 11 to not more than 5 mills if approved by a majority of the qualified
- 12 electors voting on the question at a regular or special election of
- 13 the community college district.
- 14 (2) Except as provided in subsection (3), the board of
- 15 trustees shall determine the total taxes required for any year and
- 16 shall certify the approved tax rate to be levied and the amount of
- 17 taxes to be raised to the proper assessing officer of each city and
- 18 township in which the territory of the community college district
- 19 is situated on or before September 1 of each year, except that the
- 20 board of trustees may provide by resolution that taxes to be raised
- 21 against property within any city or township, any portion of which
- 22 lies within the community college district boundaries, may be
- 23 levied and collected in the same manner and at the same time as the
- 24 city or township taxes or in the same manner and at the same time
- 25 as school district or intermediate school district taxes are being
- 26 collected by the city or township under part 26 of the revised
- 27 school code, 1976 PA 451, MCL 380.1611 to 380.1615.
- 28 (3) By resolution of its board on or before May 15 of the year
- 29 in which it is established, a community college district

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established under this act between January 1 and May 1 of any 1 calendar year may impose a summer property tax levy of either the 2 total or 1/2 of the community college district property taxes for 3 that tax year. The board resolution shall must also determine the 4 5 total taxes required for that tax year and certify the approved tax 6 rate to be levied and the amount of taxes to be raised to the 7 proper assessing officer of each city or township in which the 8 territory of the community college district is situated. Upon 9 receipt of that board resolution, each city and township in which 10 the community college district is situated that collects a summer 11 property tax levy under section 1613 of the revised school code, 12 1976 PA 451, MCL 380.1613, shall collect the summer levy for that year. The reasonable and actual expenses incurred by a city or 13 14 township in collecting the community college district property 15 taxes under this subsection, to the extent these expenses are in 16 addition to the expense of collecting and assessing any other taxes at the same time and exceed the amount of any fees imposed for the 17 18 collection of the community college property taxes, shall must be 19 billed to and paid by the community college district. For the 20 purposes of this subsection, reasonable and actual expenses shall must not exceed the current collection agreements negotiated with 21 the largest intermediate school district within the community 22 23 college district. This subsection applies until December 31, 1992. 24 (4) All Subject to subsection (6), all money collected by a 25 tax collecting officer from the tax levied under this section shall must be returned to the community college district as provided by 26 27 section 43 of the general property tax act, 1893 PA 206, MCL 28 211.43, or to the county treasurer who shall pay the taxes so 29 returned immediately to the community college district.

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- 1 (5) The subjects of taxation for the community college 2 district purposes shall must be the same as for state, county, and 3 other school purposes as provided under the general property tax 4 act, 1893 PA 206, MCL 211.1 to 211.157.211.155.
- 5 (6) Notwithstanding any provision of this act to the contrary,
 6 both of the following apply if the board of trustees of a community
 7 college district offers baccalaureate or bachelor's degrees under
 8 section 121 in any discipline for which the board did not offer
 9 baccalaureate or bachelor's degrees before the effective date of
 10 the amendatory act that added this subsection:
- 11 (a) That board of trustees shall not levy any taxes under this 12 act.
- (b) Any taxes previously levied by that board of trustees under this act must not be collected for or returned to that board's community college district.

Enacting section 1. This amendatory act does not take effect unless all of the following bills of the 100th Legislature are enacted into law:

- 19 (a) Senate Bill No. 1055.
- 20 (b) Senate Bill No. 1141.

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