

SENATE BILL No. 1305

April 11, 1974, Introduced by Senators BURSLEY, TOEPP, PITTENGER, MC COLLOUGH, MACK, MC CAULEY, HART, RICHARDSON, FAXON, PURSELL, BALLENGER and LODGE and referred to the Committee on Municipalities and Elections.

A bill to provide for payments to municipalities for municipal services received by state facilities; to prescribe the powers and duties of certain state and local agencies and officials; and to provide appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 1. As used in this act:

2 (a) "Value" means true cash value as established for general property
3 tax purposes by Act No. 206 of the Public Acts of 1893, as amended, being sec-
4 tions 211.1 to 211.157 of the Michigan Compiled Laws.

5 (b) "Commission" means the state tax commission.

6 (c) "Director" means the director of the department of management and
7 budget.

8 (d) "Municipality" means a city, village, or township.

9 (e) "Municipal services" means law enforcement services and fire protec-
10 tion services except those municipal services which are paid for by the state

1 on the basis of use or pursuant to a contract with the municipality.

2 (f) "Operating tax rate" means the rate, expressed in mills, of ad valorem
3 property taxes levied by a city, village, or township, not including ad valorem
4 property taxes levied for capital improvements or for the payment of the prin-
5 cipal or interest on bonds; plus the effective equivalent millage rate for non-
6 property taxes levied by the city, village, or township.

7 (f) "State facility" means state owned real property, except a park, game
8 area, forest, recreation area, or tax reverted property; and state owned per-
9 sonal property associated with a state proprietary function, the inventory per-
10 sonal property of which shall be valued on the basis of the average monthly in-
11 ventory for the preceding state fiscal year.

12 Sec. 2. (1) Annually, the assessor of a city or township in which is lo-
13 cated all or part of a state facility shall prepare a report listing each state
14 facility and the value of each state facility. A separate report shall be pre-
15 pared by the township assessor for each village in which a state facility is
16 located. For 1974, the report shall include the value of the land only. For
17 1975 and thereafter, the report shall include the value of the land, improve-
18 ments, and personal property as defined in section 1(f). The date of valuation
19 shall be December 31 of the prior year.

20 (2) Before each July 1, a copy of the report, signed by the assessor,
21 shall be sent to the director, the commission, and the treasurer of a city,
22 village, and township in which all or part of the state facility is located,
23 and to the state agency having responsibility for the facility.

24 (3) Before each August 1, the commission shall review the reports and
25 shall determine the tentative approved value of each state facility and shall
26 so notify the city or township assessor, the director, and the state agency
27 having responsibility for the facility. The director, the assessor, or the

1 state agency, within 10 days after the date of the notice, may request a
2 hearing before the commission. By September 1, the commission shall make a
3 final determination of approved value which may not be further appealed. The
4 commission shall notify the director, the assessor, the state agency, and the
5 city, village, and township treasurer of the final approved value of the state
6 facility for that year.

7 (4) A state agency and the director, when so requested by an assessor,
8 shall furnish all available information regarding the original or acquisition
9 cost of the property, the age of property, the property valuation for insurance
10 purposes and other available information to assist the assessor in establishing
11 the value.

12 Sec. 3. (1) Annually, before August 1, a city, village, or township in
13 which is located a state facility shall submit to the director the following
14 data:

15 (a) The dollar amount of the current municipal budget for municipal serv-
16 ices and the dollar amount of the total current municipal general fund budget
17 not including amounts budgeted for capital outlay or debt service.

18 (b) The current municipal operating tax rate.

19 (c) The amount due the city, village, or township determined by dividing
20 the dollar amount of the current municipal budget for municipal services by the
21 dollar amount of the total current municipal general fund budget and multiply-
22 ing the result by the product of the current municipal operating tax rate mul-
23 tiplied by the final approved value of the state facilities located in the city,
24 village, or township.

25 (2) The budgetary and tax information shall be submitted in a form the
26 director prescribes.

27 (3) The director shall review the data submitted and, before November 1

1 each year, shall certify to the state treasurer an amount, determined in
2 accordance with the formula set forth in subsection (1)(c), to be paid to a
3 city, village, and township in which is located a state facility.

4 (4) The state treasurer shall draw a warrant upon the general fund of the
5 state for the amount certified to be paid to a city, village, and township and,
6 before December 1 of each year, shall forward the warrant to the city, village,
7 or township treasurer.

8 Sec. 4. Effective July 1, 1975, there is appropriated from
9 the general fund of the state each fiscal year an amount sufficient
10 to make the payments required by this act.

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