

# HOUSE BILL No. 4326

February 17, 2005, Introduced by Reps. Garfield, Amos, David Law, Taub, Gosselin, Vander Veen, Robertson, Rocca, Nofs, Shaffer, Jones and Pastor and referred to the Committee on Tax Policy.

A bill to amend 1893 PA 206, entitled  
"The general property tax act,"  
by amending section 24f (MCL 211.24f), as amended by 2000 PA 244.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 24f. (1) If a taxing unit submits a proposal on the  
2 question of authorizing the issuance of bonds, imposing a new  
3 millage, or increasing or renewing an existing millage, except an  
4 ad valorem special assessment millage for police or fire protection  
5 under 1951 PA 33, MCL 41.801 to 41.813, the ballot shall fully  
6 disclose each local unit of government to which the revenue from  
7 that millage will be disbursed. As used in this subsection:

8           (a) "Local unit of government" means a county, city, village,  
9 township, school district, intermediate school district, community

1 college district, public library, or local authority created under  
2 state law.

3 (b) "Public library" means that term as defined in section 2  
4 of the state aid to public libraries act, 1977 PA 89, MCL 397.552.

5 (2) In addition to the requirement set forth in subsection (1)  
6 and any other requirement provided by law, when submitting a  
7 proposal on the question of authorizing a millage rate to be levied  
8 under this act, the ballot shall state all of the following:

9 (a) The millage rate to be authorized.

10 (b) The estimated amount of revenue that will be collected in  
11 the first year that the millage is authorized and levied.

12 (c) The duration of the millage in years, **WHICH SHALL NOT**  
13 **EXCEED 10 YEARS.**

14 (d) A clear statement of the purpose for the millage.

15 (e) A clear statement indicating whether the proposed millage  
16 is a renewal of a previously authorized millage or the  
17 authorization of a new additional millage.

18 (3) In addition to any other requirement provided by law, when  
19 submitting a proposal to authorize the issuance of bonds, the  
20 ballot shall state all of the following:

21 (a) The principal amount to be borrowed.

22 (b) The maximum number of years the bonds may be outstanding,  
23 exclusive of any refunding.

24 (c) A clear statement of the purpose for which the proceeds of  
25 the bonds will be used.

26 (d) For bonds other than bonds that are intended to be paid  
27 from a separate revenue source or from taxes levied in less than

1 the entire taxing unit, the estimated millage that will be levied  
2 for the proposed bonds in the first year that the levy is  
3 authorized and the estimated simple average annual millage that  
4 will be required to retire the debt. Inaccuracies in the estimates  
5 provided under this subdivision shall not affect the validity of  
6 the bonds, the general obligation unlimited tax status requiring  
7 the levy of taxes sufficient to pay the bonds, or the results of an  
8 election.

9 (e) For bonds that are intended to be paid from a separate  
10 revenue source or from taxes levied in less than the entire taxing  
11 unit, the primary source of the revenue that is intended to be used  
12 to retire the bonds.

13 (4) A taxing unit shall hold not more than 2 elections in a  
14 calendar year concerning the authorization of a millage rate  
15 greater than the product of the immediately preceding year's  
16 reduced maximum authorized rate or rates as defined in section  
17 34d(16) multiplied by the current year's millage reduction  
18 fraction, regardless of the number of questions presented at the  
19 election.

20 (5) A taxing unit that levies millage under this act shall not  
21 submit a single question to the electors of the taxing unit  
22 requesting both the renewal of voter authorized millage and the  
23 authorization of new additional millage if the additional millage  
24 is greater than 0.5 mill. If authorization to levy millage has  
25 expired and the taxing unit submits to the electors the  
26 authorization of millage greater than the number of expired mills  
27 reduced pursuant to the millage reduction in section 34d(11), and

1 if the additional millage is greater than 0.5 mill, the taxing unit  
2 shall submit 1 question for authorization of the number of expired  
3 mills reduced pursuant to the millage reduction in section 34d(11)  
4 and 1 or more additional questions for the authorization of millage  
5 in excess of that amount.