SUBSTITUTE FOR HOUSE BILL NO. 6493

A bill to amend 1966 PA 346, entitled "State housing development authority act of 1966," (MCL 125.1401 to 125.1499c) by adding chapter 3B.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 CHAPTER 3B
- 2 SEC. 59. (1) THE DEFINITIONS IN SECTION 11 APPLY TO THIS
- 3 CHAPTER UNLESS OTHERWISE PROVIDED IN THIS CHAPTER.
- 4 (2) AS USED IN THIS CHAPTER:
- 5 (A) "AREA MEDIAN INCOME" MEANS THE MEDIAN INCOME FOR THE AREA
- 6 AS DETERMINED UNDER SECTION 8 OF THE UNITED STATES HOUSING ACT OF
- 7 1937, 42 USC 1437F, ADJUSTED FOR FAMILY SIZE.
- 8 (B) "INCOME" MEANS AN AMOUNT DETERMINED IN A MANNER CONSISTENT
- 9 WITH THE DETERMINATION OF LOWER INCOME FAMILIES UNDER SECTION 8 OF

- 1 THE UNITED STATES HOUSING ACT OF 1937, 42 USC 1437F.
- 2 (C) "SUPPORTIVE HOUSING PROPERTY" MEANS PROPERTY THAT MEETS
- 3 ALL OF THE FOLLOWING REQUIREMENTS:
- 4 (i) IS DEVELOPED BY AN ORGANIZATION EXEMPT UNDER SECTION
- 5 501(C)(3) OF THE OF THE INTERNAL REVENUE CODE, 26 USC 501.
- 6 (ii) IS OCCUPIED BY 1 OR MORE PERSONS WITH INCOMES AT OR BELOW
- 7 30% OF THE AREA MEDIAN INCOME WHO RECEIVE SERVICES EITHER DIRECTLY
- 8 FROM OR CONTRACTED FOR BY AN ORGANIZATION IDENTIFIED IN
- 9 SUBPARAGRAPH (i), WHICH SERVICES INCLUDE, BUT ARE NOT LIMITED TO,
- 10 MENTAL HEALTH, SUBSTANCE ABUSE, COUNSELING, AND ASSISTANCE WITH
- 11 DAILY LIVING.
- 12 (iii) CONSISTS OF NOT MORE THAN 6 INDIVIDUAL LIVING UNITS.
- 13 SEC. 59A. (1) THE OWNER OF SUPPORTIVE HOUSING PROPERTY SHALL
- 14 FILE WITH THE LOCAL ASSESSING OFFICER A NOTIFICATION OF THAT
- 15 STATUS, WHICH SHALL BE IN AN AFFIDAVIT FORM AS PROVIDED BY THE
- 16 AUTHORITY. THE COMPLETED AFFIDAVIT FORM FIRST SHALL BE SUBMITTED TO
- 17 THE AUTHORITY FOR CERTIFICATION BY THE AUTHORITY, SUBJECT TO THE
- 18 LIMITATIONS PROVIDED IN SECTION 59B, THAT THE PROJECT IS SUPPORTIVE
- 19 HOUSING PROPERTY. THE OWNER THEN SHALL FILE THE CERTIFIED
- 20 NOTIFICATION OF THE EXEMPTION WITH THE LOCAL ASSESSING OFFICER
- 21 BEFORE NOVEMBER 1 OF THE YEAR PRECEDING THE TAX YEAR IN WHICH THE
- 22 EXEMPTION IS TO BEGIN.
- 23 (2) AN OWNER OF PROPERTY FOR WHICH CERTIFICATION AS SUPPORTIVE
- 24 HOUSING PROPERTY IS DENIED OR A LOCAL UNIT OF GOVERNMENT IN WHICH
- 25 PROPERTY CERTIFIED AS SUPPORTIVE HOUSING PROPERTY IS LOCATED MAY
- 26 APPEAL THE AUTHORITY'S DETERMINATION TO THE CIRCUIT COURT OF THE
- 27 COUNTY IN WHICH THE PROPERTY IS LOCATED.

- 1 SEC. 59B. (1) IN EACH YEAR, THE AUTHORITY SHALL CERTIFY NOT
- 2 MORE THAN 250 INDIVIDUAL LIVING UNITS AS SUPPORTIVE HOUSING
- 3 PROPERTY. WHEN THE AUTHORITY DETERMINES THAT IT HAS CERTIFIED AS
- 4 SUPPORTIVE HOUSING PROPERTY 250 INDIVIDUAL LIVING UNITS FOR THAT
- 5 YEAR, THE AUTHORITY SHALL NOT CERTIFY ANY OTHER PARCEL OF PROPERTY
- 6 AS SUPPORTIVE HOUSING PROPERTY IN THAT YEAR.
- 7 (2) EACH YEAR, 50% OF THE LIVING UNITS THE AUTHORITY CERTIFIES
- 8 AS SUPPORTIVE HOUSING PROPERTY SHALL BE EXISTING, ALREADY OPERATING
- 9 SUPPORTIVE HOUSING PROJECTS AND 50% OF THE LIVING UNITS THE
- 10 AUTHORITY CERTIFIES AS SUPPORTIVE HOUSING PROPERTY SHALL BE NEW
- 11 PROJECTS THAT HAVE NEVER BEEN SUPPORTIVE HOUSING PROJECTS. HOWEVER,
- 12 IF THE NUMBER OF APPLICATIONS FOR CERTIFICATION FOR EXISTING
- 13 PROJECTS ACCOUNTS FOR LESS THAN 50% OF THE NUMBER OF LIVING UNITS
- 14 THAT MAY BE CERTIFIED AS SUPPORTIVE HOUSING PROPERTY FOR THAT YEAR,
- 15 THE AUTHORITY MAY CERTIFY NEW PROJECTS FOR THE REMAINING NUMBER OF
- 16 LIVING UNITS FOR THAT YEAR.
- 17 (3) SUBJECT TO SUBSECTION (2), THE AUTHORITY SHALL CERTIFY
- 18 PROPERTY AS SUPPORTIVE HOUSING PROPERTY ON A FIRST-COME, FIRST-
- 19 SERVED BASIS.
- 20 Enacting section 1. This amendatory act does not take effect
- 21 unless all of the following bills of the 94th Legislature are
- 22 enacted into law:
- 23 (a) House Bill No. 5437.
- 24 (b) House Bill No. 5438.