

**SENATE SUBSTITUTE FOR  
HOUSE BILL NO. 5947**

A bill to amend 1893 PA 206, entitled  
"The general property tax act,"  
by amending section 44 (MCL 211.44), as amended by 2002 PA 479.

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

1       Sec. 44. (1) Upon receipt of the tax roll, the township  
2   treasurer or other collector shall proceed to collect the taxes.  
3   The township treasurer or other collector shall mail to each tax-  
4   payer at the taxpayer's last known address on the tax roll or to  
5   the taxpayer's designated agent a statement showing the descrip-  
6   tion of the property against which the tax is levied, the taxable  
7   value of the property, and the amount of the tax on the  
8   property. If a tax statement is mailed to the taxpayer, a tax  
9   statement sent to a taxpayer's designated agent may be in a  
10   summary form or may be in an electronic data processing format.  
11   If the tax statement information is provided to both a taxpayer

1 and the taxpayer's designated agent, the tax statement mailed to  
2 the taxpayer may be identified as an informational copy. A town-  
3 ship treasurer or other collector electing to send a tax state-  
4 ment to a taxpayer's designated agent or electing not to include  
5 an itemization in the manner described in subsection (10)(d) in a  
6 tax statement mailed to the taxpayer shall, upon request, mail a  
7 detailed copy of the tax statement, including an itemization of  
8 the amount of tax in the manner described by subsection (10)(d),  
9 to the taxpayer without charge.

10 (2) The expense of preparing and mailing the statement shall  
11 be paid from the county, township, city, or village funds.

12 Failure to send or receive the notice does not prejudice the  
13 right to collect or enforce the payment of the tax. The township  
14 treasurer shall remain in the office of the township treasurer at  
15 some convenient place in the township ~~on each Friday in the~~

16 ~~month of December,~~ from 9 a.m. to 5 p.m. to receive taxes ON THE  
FOLLOWING DAYS:

(A) AT LEAST 1 BUSINESS DAY BETWEEN DECEMBER 25 AND DECEMBER 31  
UNLESS THE TOWNSHIP HAS AN ARRANGEMENT WITH A LOCAL FINANCIAL INSTITUTION  
TO RECEIVE TAXES ON BEHALF OF THE TOWNSHIP TREASURER AND TO FORWARD THAT  
PAYMENT TO THE TOWNSHIP ON THE NEXT BUSINESS DAY. THE TOWNSHIP SHALL  
PROVIDE TIMELY NOTIFICATION OF WHICH FINANCIAL INSTITUTIONS WILL RECEIVE  
TAXES FOR THE TOWNSHIP AND WHICH DAYS THE TREASURER WILL BE IN THE OFFICE  
TO RECEIVE TAXES.

(B) THE LAST DAY THAT TAXES ARE DUE AND PAYABLE BEFORE BEING  
RETURNED AS DELINQUENT UNDER SECTION 55., but

17 ~~shall receive taxes upon a weekday when they are offered.~~

18 ~~However, if a Friday in the month of December is Christmas eve,~~  
19 ~~Christmas day, New Year's eve, or a day designated by the town-~~  
20 ~~ship as a holiday for township employees, the township treasurer~~  
21 ~~is not required to remain in the office of the township treasurer~~  
22 ~~on that Friday, but shall remain in the office of the township~~  
23 ~~treasurer at some convenient place in the township from 9 a.m. to~~  
24 ~~5 p.m. on the day most immediately preceding that Friday that is~~  
25 ~~not Christmas eve, Christmas day, New Year's eve, or a day desig-~~  
26 ~~nated by the township as a holiday for township employees, to~~

1 ~~receive taxes.~~ [REDACTED]

2 [REDACTED]

3       (3) Except as provided by subsection (7), on a sum volun-  
4 tarily paid before February 15 of the succeeding year, the local  
5 property tax collecting unit shall add a property tax administra-  
6 tion fee of not more than 1% of the total tax bill per parcel.  
7 However, unless otherwise provided for by an agreement between  
8 the assessing unit and the collecting unit, if a local property  
9 tax collecting unit other than a village does not also serve as  
10 the local assessing unit, the excess of the amount of property  
11 tax administration fees over the expense to the local property  
12 tax collecting unit in collecting the taxes, but not less than  
13 80% of the fee imposed, shall be returned to the local assessing  
14 unit. A property tax administration fee is defined as a fee to  
15 offset costs incurred by a collecting unit in assessing property  
16 values, in collecting the property tax levies, and in the review  
17 and appeal processes. The costs of any appeals, in excess of  
18 funds available from the property tax administration fee, may be  
19 shared by any taxing unit only if approved by the governing body  
20 of the taxing unit. Except as provided by subsection (7), on all  
21 taxes paid after February 14 and before March 1 the governing  
22 body of a city or township may authorize the treasurer to add to  
23 the tax a property tax administration fee to the extent imposed  
24 on taxes paid before February 15 and a late penalty charge equal  
25 to 3% of the tax. The governing body of a city or township may  
26 waive interest from February 15 to the last day of February on a  
27 summer property tax that has been deferred under section 51 or  
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1 any late penalty charge for the homestead property of a senior  
2 citizen, paraplegic, quadriplegic, hemiplegic, eligible service-  
3 person, eligible veteran, eligible widow or widower, totally and  
4 permanently disabled person, or blind person, as those persons  
5 are defined in chapter 9 of the income tax act of 1967, 1967 PA  
6 281, MCL 206.501 to 206.532, if the person makes a claim before  
7 February 15 for a credit for that property provided by chapter 9  
8 of the income tax act of 1967, 1967 PA 281, MCL 206.501 to  
9 206.532, if the person presents a copy of the form filed for that  
10 credit to the local treasurer, and if the person has not received  
11 the credit before February 15. The governing body of a city or  
12 township may waive interest from February 15 to the last day of  
13 February on a summer property tax deferred under section 51 or  
14 any late penalty charge for a person's property that is subject  
15 to a farmland development rights agreement recorded with the reg-  
16 ister of deeds of the county in which the property is situated as  
17 provided in section 36104 of the natural resources and environ-  
18 mental protection act, 1994 PA 451, MCL 324.36104, if the person  
19 presents a copy of the development rights agreement or verifica-  
20 tion that the property is subject to a development rights agree-  
21 ment before February 15. A 4% county property tax administration  
22 fee, a property tax administration fee to the extent imposed on  
23 and if authorized under subsection (7) for taxes paid before  
24 March 1, and interest on the tax at the rate of 1% per month  
25 shall be added to taxes collected by the township or city trea-  
26 surer after the last day of February and before settlement with  
27 the county treasurer, and the payment shall be treated as though

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1 collected by the county treasurer. If the statements required to  
2 be mailed by this section are not mailed before December 31, the  
3 treasurer shall not impose a late penalty charge on taxes col-  
4 lected after February 14.

5 (4) The governing body of a local property tax collecting  
6 unit may waive all or part of the property tax administration fee  
7 or the late penalty charge, or both. A property tax administra-  
8 tion fee collected by the township treasurer shall be used only  
9 for the purposes for which it may be collected as specified by  
10 subsection (3) and this subsection. If the bond of the treasur-  
11 er, as provided in section 43, is furnished by a surety company,  
12 the cost of the bond may be paid by the township from the prop-  
13 erty tax administration fee.

14 (5) If apprehensive of the loss of personal tax assessed  
15 upon the roll, the township treasurer may enforce collection of  
16 the tax at any time, and if compelled to seize property or bring  
17 an action in December may add, if authorized under  
18 subsection (7), a property tax administration fee of not more  
19 than 1% of the total tax bill per parcel and 3% for a late pen-  
20 alty charge.

21 (6) Along with taxes returned delinquent to a county trea-  
22 surer under section 55, the amount of the property tax adminis-  
23 tration fee prescribed by subsection (3) that is imposed and not  
24 paid shall be included in the return of delinquent taxes and,  
25 when delinquent taxes are distributed by the county treasurer  
26 under this act, the delinquent property tax administration fee  
27 shall be distributed to the treasurer of the local unit who

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1 transmitted the statement of taxes returned as delinquent.  
2 Interest imposed upon delinquent property taxes under this act  
3 shall also be imposed upon the property tax administration fee  
4 and, for purposes of this act other than for the purpose of  
5 determining to which local unit the county treasurer shall dis-  
6 tribute a delinquent property tax administration fee, any refer-  
7 ence to delinquent taxes shall be considered to include the prop-  
8 erty tax administration fee returned as delinquent for the same  
9 property.

10 (7) The local property tax collecting treasurer shall not  
11 impose a property tax administration fee, collection fee, or any  
12 type of late penalty charge authorized by law or charter unless  
13 the governing body of the local property tax collecting unit  
14 approves, by resolution or ordinance adopted after  
15 December 31, 1982, an authorization for the imposition of a prop-  
16 erty tax administration fee, collection fee, or any type of late  
17 penalty charge provided for by this section or by charter, which  
18 authorization shall be valid for all levies that become a lien  
19 after the resolution or ordinance is adopted. However, unless  
20 otherwise provided for by an agreement between the assessing unit  
21 and the collecting unit, a local property tax collecting unit  
22 that does not also serve as the assessing unit shall impose a  
23 property tax administration fee on each parcel at a rate equal to  
24 the rate of the fee imposed for city or township taxes on that  
25 parcel.

26 (8) The annual statement required by 1966 PA 125, MCL  
27 565.161 to 565.164, or a monthly billing form or mortgagor

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1 passbook provided instead of that annual statement shall include  
2 a statement to the effect that a taxpayer who was not mailed the  
3 tax statement or a copy of the tax statement by the township  
4 treasurer or other collector shall receive, upon request and  
5 without charge, a copy of the tax statement from the township  
6 treasurer or other collector or, if the tax statement has been  
7 mailed to the taxpayer's designated agent, from either the  
8 taxpayer's designated agent or the township treasurer or other  
9 collector. A designated agent who is subject to 1966 PA 125, MCL  
10 565.161 to 565.164, and who has been mailed the tax statement for  
11 taxes that became a lien in the calendar year immediately preced-  
12 ing the year in which the annual statement may be required to be  
13 furnished shall mail, upon request and without charge to a tax-  
14 payer who was not mailed that tax statement or a copy of that tax  
15 statement, a copy of that tax statement.

16 (9) For taxes levied after December 31, 2001, if taxes  
17 levied on qualified real property remain unpaid on February 15,  
18 all of the following shall apply:

19 (a) The unpaid taxes on that qualified real property shall  
20 be collected in the same manner as unpaid taxes levied on per-  
21 sonal property are collected under this act.

22 (b) Unpaid taxes on qualified real property shall not be  
23 returned as delinquent to the county treasurer for forfeiture,  
24 foreclosure, and sale under sections 78 to 79a.

25 (c) If a county treasurer discovers that unpaid taxes on  
26 qualified real property have been returned as delinquent for  
27 forfeiture, foreclosure, and sale under sections 78 to 79a, the

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1 county treasurer shall return those unpaid taxes to the  
2 appropriate local tax collection unit for collection as provided  
3 in subdivision (a).

4 (10) As used in this section:

5 (a) "Designated agent" means an individual, partnership,  
6 association, corporation, receiver, estate, trust, or other legal  
7 entity that has entered into an escrow account agreement or other  
8 agreement with the taxpayer that obligates that individual or  
9 legal entity to pay the property taxes for the taxpayer or, if an  
10 agreement has not been entered into, that was designated by the  
11 taxpayer on a form made available to the taxpayer by the township  
12 treasurer and filed with that treasurer. The designation by the  
13 taxpayer shall remain in effect until revoked by the taxpayer in  
14 a writing filed with the township treasurer. The form made  
15 available by the township treasurer shall include a statement  
16 that submission of the form allows the treasurer to mail the tax  
17 statement to the designated agent instead of to the taxpayer and  
18 a statement notifying the taxpayer of his or her right to revoke  
19 the designation by a writing filed with the township treasurer.

20 (b) "Qualified real property" means buildings and improve-  
21 ments located upon leased real property that are assessed as real  
22 property under section 2(1)(c), except buildings and improvements  
23 exempt under section 9f, if the value of the buildings or  
24 improvements is not otherwise included in the assessment of the  
25 real property.

26 (c) "Taxpayer" means the owner of the property on which the  
27 tax is imposed.



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1           (d) When describing in subsection (1) that the amount of tax  
2 on the property must be shown in the tax statement, "amount of  
3 tax" means an itemization by dollar amount of each of the several  
4 ad valorem property taxes and special assessments that a person  
5 may pay under section 53 and an itemization by millage rate, on  
6 either the tax statement or a separate form accompanying the tax  
7 statement, of each of the several ad valorem property taxes that  
8 a person may pay under section 53. The township treasurer or  
9 other collector may replace the itemization described in this  
10 subdivision with a statement informing the taxpayer that the  
11 itemization of the dollar amount and millage rate of the taxes is  
12 available without charge from the local property tax collecting  
13 unit.