

# HOUSE BILL No. 4302

February 17, 2011, Introduced by Reps. McBroom, Huuki, Bumstead, Foster, Wayne Schmidt, Daley, Walsh, Pscholka, Santana, Jacobsen, MacMaster and Potvin and referred to the Committee on Tax Policy.

A bill to amend 2006 PA 379, entitled  
"Qualified forest property recapture tax act,"  
by amending section 4 (MCL 211.1034).

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 4. The recapture tax under this act shall be imposed at  
2       the following rate:

3       (a) If the property is converted by a change in use and there  
4       have not been 1 or more harvests of forest products on that  
5       property consistent with the approved forest management plan, the  
6       recapture tax shall be calculated in the following manner:

7       (i) Multiply the property's ~~state equalized valuation~~ **TAXABLE**  
8       **VALUE** at the time the property is converted by a change in use by  
9       ~~the total millage rate levied by all taxing units in the local tax~~  
10      ~~collecting unit in which the property is located~~ **18 MILLS**.

11      (ii) Multiply the product of the calculation under subparagraph

1 (i) by 7.

2 (iii) Multiply the product of the calculation under subparagraph

3 (ii) by 2.

4 (b) If the property is converted by a change in use and there  
5 have been 1 or more harvests of forest products on that property  
6 consistent with the approved forest management plan, the recapture  
7 tax shall be calculated in the following manner:

8 (i) Multiply the property's ~~state-equalized valuation~~ **TAXABLE**  
9 **VALUE** at the time the property is converted by a change in use by  
10 ~~the total millage rate levied by all taxing units in the local tax~~  
11 ~~collecting unit in which the property is located~~ **18 MILLS**.

12 (ii) Multiply the product of the calculation under subparagraph

13 (i) by 7.

14 (c) In addition to the recapture tax calculated under  
15 subdivision (a) or (b), if property is converted by a change in use  
16 and the taxable value of the property was not adjusted under  
17 section 27a(3) of the general property tax act, 1893 PA 206, MCL  
18 211.27a, after a transfer of ownership of the property due to the  
19 provisions of section 27a(7)(o) of the general property tax act,  
20 1893 PA 206, MCL 211.27a, the recapture tax shall include the  
21 benefit received on that property.