

# HOUSE BILL No. 5786

February 9, 2010, Introduced by Reps. Caul, Ball, Booher, Walsh, Hildenbrand, Liss, Schuitmaker, Meekhof, Rogers, Calley, Sheltroun, Wayne Schmidt, Moore and Terry Brown and referred to the Committee on Tax Policy.

A bill to amend 1893 PA 206, entitled  
"The general property tax act,"  
(MCL 211.1 to 211.155) by adding sections 7mm and 9m.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1        SEC. 7MM. BEGINNING DECEMBER 31, 2009, REAL PROPERTY OWNED BY  
2        A CHARITABLE NONPROFIT HOUSING ORGANIZATION IS EXEMPT FROM THE  
3        TAXES COLLECTED UNDER THIS ACT. AS USED IN THIS SECTION:

4        (A) "CHARITABLE NONPROFIT HOUSING ORGANIZATION" MEANS AN  
5        ORGANIZATION THAT IS NOT OPERATED FOR PROFIT AND THAT IS EXEMPT  
6        FROM FEDERAL INCOME TAX UNDER SECTION 501(C)(3) OR 501(C)(4) OF THE  
7        INTERNAL REVENUE CODE, 26 USC 501, THE PRIMARY PURPOSE OF WHICH IS  
8        THE CONSTRUCTION OR RENOVATION OF RESIDENTIAL HOUSING FOR  
9        CONVEYANCE TO A LOW-INCOME PERSON.

10       (B) "FAMILY INCOME" AND "STATEWIDE MEDIAN GROSS INCOME" MEAN

1 THOSE TERMS AS DEFINED IN SECTION 11 OF THE STATE HOUSING  
2 DEVELOPMENT AUTHORITY ACT OF 1966, 1966 PA 346, MCL 125.1411.

3 (C) "LOW-INCOME PERSON" MEANS A PERSON WITH A FAMILY INCOME OF  
4 NOT MORE THAN 60% OF THE STATEWIDE MEDIAN GROSS INCOME WHO IS  
5 ELIGIBLE TO PARTICIPATE IN THE CHARITABLE NONPROFIT HOUSING  
6 ORGANIZATION'S PROGRAM BASED ON CRITERIA ESTABLISHED BY THE  
7 CHARITABLE NONPROFIT HOUSING ORGANIZATION.

8 SEC. 9M. BEGINNING DECEMBER 31, 2009, PERSONAL PROPERTY OWNED  
9 BY A CHARITABLE NONPROFIT HOUSING ORGANIZATION IS EXEMPT FROM THE  
10 TAXES COLLECTED UNDER THIS ACT. AS USED IN THIS SECTION:

11 (A) "CHARITABLE NONPROFIT HOUSING ORGANIZATION" MEANS AN  
12 ORGANIZATION THAT IS NOT OPERATED FOR PROFIT AND THAT IS EXEMPT  
13 FROM FEDERAL INCOME TAX UNDER SECTION 501(C)(3) OR 501(C)(4) OF THE  
14 INTERNAL REVENUE CODE, 26 USC 501, THE PRIMARY PURPOSE OF WHICH IS  
15 THE CONSTRUCTION OR RENOVATION OF RESIDENTIAL HOUSING FOR  
16 CONVEYANCE TO A LOW-INCOME PERSON.

17 (B) "FAMILY INCOME" AND "STATEWIDE MEDIAN GROSS INCOME" MEAN  
18 THOSE TERMS AS DEFINED IN SECTION 11 OF THE STATE HOUSING  
19 DEVELOPMENT AUTHORITY ACT OF 1966, 1966 PA 346, MCL 125.1411.

20 (C) "LOW-INCOME PERSON" MEANS A PERSON WITH A FAMILY INCOME OF  
21 NOT MORE THAN 60% OF THE STATEWIDE MEDIAN GROSS INCOME WHO IS  
22 ELIGIBLE TO PARTICIPATE IN THE CHARITABLE NONPROFIT HOUSING  
23 ORGANIZATION'S PROGRAM BASED ON CRITERIA ESTABLISHED BY THE  
24 CHARITABLE NONPROFIT HOUSING ORGANIZATION.