

**SUBSTITUTE FOR
SENATE BILL NO. 507**

A bill to amend 1964 PA 284, entitled "City income tax act," by amending sections 6 and 9 of chapter 1 and sections 3, 73, 84, 85, 86a, 86b, 86c, 91, 92, and 93 of chapter 2 (MCL 141.506, 141.509, 141.603, 141.673, 141.684, 141.685, 141.686a, 141.686b, 141.686c, 141.691, 141.692, and 141.693), section 6 of chapter 1 as amended and sections 86a, 86b, and 86c of chapter 2 as added by 2018 PA 456 and section 9 of chapter 1 as added and sections 3, 73, 84, 85, 92, and 93 of chapter 2 as amended by 1996 PA 478, and by adding section 92a to chapter 2.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 CHAPTER 1
2 Sec. 6. Except as otherwise provided in this section, the

1 uniform city income tax ordinance does not apply to a person or
2 corporation as to whom or which it is beyond the power of the city
3 to impose the tax provided for in this act. However, an employer
4 located in this state that does not do business in or maintain an
5 establishment in a city that has ~~a population of more than 600,000~~
6 ~~and that imposes an income tax pursuant to this act~~ **entered into an**
7 **agreement with the department pursuant to section 9 of this chapter**
8 may voluntarily register to withhold taxes on compensation of
9 certain employees in accordance with this act. If an employer
10 voluntarily registers to withhold taxes pursuant to this section,
11 the employer is required to withhold taxes from all employees who
12 are residents of that city and to comply with sections 51 through
13 61 of chapter 2 and the alternative provisions of chapter 3. An
14 employee who is a resident of that city is not permitted to opt out
15 of the withholding requirements voluntarily imposed by his or her
16 employer pursuant to this section.

17 Sec. 9. (1) ~~For the 1996 tax year and each year after 1996, a~~
18 **A** city that imposes a city income tax pursuant to this act may
19 enter into an agreement with the department of treasury under which
20 the department of treasury shall administer, enforce, and collect
21 the city income tax on behalf of the city.

22 (2) City income taxes, interest, penalties, and collection
23 fees collected under an agreement entered into pursuant to
24 subsection (1) shall be kept in the city income tax trust fund and
25 shall be paid to the city, except that an amount of the taxes
26 collected as determined in the agreement may be retained by the
27 department of treasury to cover the cost of collection and
28 administration and that amount shall be deposited into the state
29 general fund. The department of treasury shall not charge to or

1 collect from a taxpayer any amount not otherwise authorized by law
2 in conjunction with the collection of city income tax pursuant to
3 an agreement entered into pursuant to this section.

4 (3) If the city enters into an agreement under subsection (1),
5 the agreement shall include provisions that relate to all of the
6 following:

7 (a) The development of and distribution of forms required by
8 the agreement and the ordinance under chapter 2.

9 (b) The processing of all payments.

10 (c) Enforcement procedures.

11 (d) Administrative and legal costs.

12 (e) Data exchange.

13 (f) Transfer and payment of funds.

14 (g) Termination of the agreement by either party.

15 (h) Any additional provisions as appropriate.

16 CHAPTER 2

17 Sec. 3. (1) "Administrator" means the official designated by
18 the city to administer this ordinance or the duly authorized agent
19 or representative of that official but does not mean the
20 department. ~~of treasury.~~

21 (2) "Business" means an enterprise, activity, profession, or
22 undertaking of any nature conducted or ordinarily conducted for
23 profit or gain by any person, including the operation of an
24 unrelated business by a charitable, religious, or educational
25 organization.

26 (3) "Capital gains" and "capital losses" mean those terms as
27 defined for federal income tax purposes.

28 (4) "Department" means the department of treasury. ~~for tax~~
29 ~~years after the 1996 tax year for which a city has entered into an~~

1 ~~agreement with the department of treasury pursuant to section 9 of~~
2 ~~chapter 1.~~ Department includes a duly authorized agent or
3 representative of the department.

4 Sec. 73. (1) If a taxpayer or employer fails or refuses to
5 make a return or payment as required, in whole or in part, or if
6 the administrator or the department has reason to believe that a
7 return made does not supply sufficient information for an accurate
8 determination of the amount of tax due, the administrator or the
9 department may obtain information on which to base an assessment of
10 the tax. The administrator or the department may examine the books,
11 papers, and records of any person, employer, taxpayer, or agent or
12 representative of any person, employer, or taxpayer or audit the
13 accounts of any person, employer, or taxpayer or any other records
14 pertaining to the tax, to verify the accuracy and completeness of a
15 return filed, or, if no return was filed, to ascertain the tax,
16 withholding, penalties, or interest due under this ordinance.

17 (2) The administrator or the department may examine any
18 person, under oath, concerning income which was or should have been
19 reported for taxation under this ordinance, and for this purpose
20 may compel the production of books, papers, and records and the
21 attendance of all parties before him or her, whether as parties or
22 witnesses, if he or she believes those persons have knowledge of
23 the income. ~~In addition, for tax years after the 1996 tax year and~~
24 ~~for which~~ **For** a city **that** has entered into an agreement with the
25 department ~~of treasury~~ pursuant to section 9 of chapter 1, all of
26 the following apply to implement this section:

27 (a) The department ~~of treasury~~ shall send to the taxpayer or
28 employer a letter of inquiry stating, in a courteous and
29 unintimidating manner, the department's opinion that the taxpayer

1 or employer needs to furnish further information or owes taxes to
 2 the city, and the reason for that opinion. A letter of inquiry
 3 shall also explain the procedure by which the taxpayer or employer
 4 may initiate communication with the department to resolve any
 5 dispute. A letter of inquiry may be served on the taxpayer in any
 6 manner determined appropriate by the department. ~~of treasury.~~ This
 7 subdivision does not apply in any of the following circumstances:

8 (i) The taxpayer or employer files a return that shows a tax
 9 due and fails to pay that tax.

10 (ii) The deficiency resulted from an audit of the taxpayer's or
 11 employer's books and records by the city or the department.

12 (iii) The taxpayer or employer otherwise affirmatively admits
 13 that a tax is due and owing.

14 (b) If the dispute is not resolved within 30 days after the
 15 department ~~of treasury~~ sends the taxpayer or employer a letter of
 16 inquiry or if a letter of inquiry is not required under subdivision
 17 (a), the department, after determining the amount of tax due from a
 18 taxpayer or employer, shall give notice to the taxpayer or employer
 19 of the ~~department of treasury's~~ **department's** notice of intent to
 20 assess the tax. The notice shall include all of the following:

21 (i) The amount of the tax the department ~~of treasury~~ claims the
 22 taxpayer or employer owes.

23 (ii) The reason for the deficiency.

24 (iii) A statement advising the taxpayer or employer of his or
 25 her right to file a protest and to a hearing with the department ~~of~~
 26 ~~treasury.~~ **as provided under section 84.**

27 ~~(3) A taxpayer or employer has 30 days after receipt of a~~
 28 ~~notice of intent to assess within which to file a written protest~~
 29 ~~with the department of treasury. If a written protest is received,~~

1 ~~the department of treasury shall give the taxpayer or employer or~~
 2 ~~duly authorized representative of the taxpayer or employer an~~
 3 ~~opportunity to be heard and present evidence and arguments in his~~
 4 ~~or her behalf.~~

5 ~~(4) If a protest to the notice of intent to assess the tax~~
 6 ~~under subsection (2) is determined by the department of treasury to~~
 7 ~~be a frivolous protest or a desire by the taxpayer or employer to~~
 8 ~~delay or impede the administration of the tax under this ordinance,~~
 9 ~~a penalty of \$25.00 or 25% of the amount of tax under protest,~~
 10 ~~whichever is greater, shall be added to the tax.~~

11 Sec. 84. (1) For ~~tax years before the 1997 tax year and for~~
 12 ~~tax years after the 1996 tax year and for which a city **that** has not~~
 13 ~~entered into an agreement pursuant to section 9 of chapter 1, if~~
 14 ~~the administrator determines that a taxpayer or an employer subject~~
 15 ~~to the provisions of this ordinance has failed to pay the full~~
 16 ~~amount of the tax due or tax withheld, he or she shall issue a~~
 17 ~~proposed assessment showing the amount due and unpaid, together~~
 18 ~~with interest and penalties that may have accrued thereon. The~~
 19 ~~proposed assessment shall be served upon the taxpayer or employer~~
 20 ~~in person or by registered or certified mail to the last known~~
 21 ~~address of the taxpayer or employer. Proof of mailing the proposed~~
 22 ~~assessment is prima facie evidence of a receipt of the proposed~~
 23 ~~assessment by the addressee.~~

24 ~~(2) A taxpayer or employer has 30 days after receipt of a~~
 25 ~~proposed assessment **issued under this subsection** within which to~~
 26 ~~file a written protest with the administrator, ~~or 30 days after~~~~
 27 ~~receipt of a notice of intent to assess from the department of~~
 28 ~~treasury to file a written protest with the department of treasury,~~
 29 ~~who shall then give the taxpayer or employer or his or her duly~~

1 authorized representative an opportunity to be heard and present
2 evidence and arguments in his or her behalf.

3 (2) For a city that has entered into an agreement with the
4 department pursuant to section 9 of chapter 1, a taxpayer or
5 employer has 60 days after receipt of a notice of intent to assess
6 from the department issued under section 73(2)(b) to file a written
7 request for an informal conference to dispute the assessment, in
8 whole or in part. For a city that has entered into an agreement
9 with the department pursuant to section 9 of chapter 1, a taxpayer
10 or employer who serves written notice upon the department within 60
11 days of the issuance of a credit audit or a refund denial is
12 entitled to an informal conference in the same manner as required
13 for a notice of intent to assess under this subsection. Except as
14 otherwise provided under this chapter, upon request, the department
15 shall conduct the informal conference in accordance with section 21
16 of 1941 PA 122, MCL 205.21. A taxpayer or employer must not file an
17 appeal under section 92a unless an informal conference has been
18 requested and conducted as required by this subsection.

19 (3) If a protest to the proposed assessment or notice of
20 intent to assess the tax filed under this section is determined by
21 the administrator or the department, whichever is applicable, to be
22 a frivolous protest or a desire by the taxpayer or employer to
23 delay or impede the administration of the tax under this ordinance,
24 a penalty of \$25.00 or 25% of the amount of tax under protest,
25 whichever is greater, shall be added to the tax.

26 Sec. 85. (1) After the hearing or informal conference as
27 provided in section 84, the administrator or the department shall
28 issue a final assessment setting forth the total amount found due
29 in the proposed assessment or notice of intent to assess and any

1 adjustment he or she may have made as a result of the protest. The
2 final assessment shall be served in the same manner as a proposed
3 assessment or notice of intent to assess. Proof of mailing of the
4 final assessment is prima facie evidence of receipt of the final
5 assessment by the addressee.

6 (2) If a protest under section ~~73(3) or 84(2)~~ **84** is not filed
7 in respect to a proposed assessment or notice of intent to assess,
8 a taxpayer or employer is considered to have received a final
9 assessment 30 days after receipt of the proposed assessment **or 60**
10 **days after receipt of the notice of intent to assess.**

11 Sec. 86a. (1) Notwithstanding section 86, a city that has a
12 ~~population of more than 600,000~~ **entered into an agreement with the**
13 **department pursuant to section 9 of chapter 1** may recover the tax
14 with interest and penalties without a judgment or order from a
15 court of competent jurisdiction by imposing a lien as provided
16 under this section. ~~However, the city's authority to impose a lien~~
17 ~~under this section only applies to property owned by a natural~~
18 ~~person and wages, or other income, that are reported on a federal~~
19 ~~W-2 or 1099 form.~~ A lien imposed pursuant to this section is a lien
20 in favor of the city against all property and rights of property,
21 both real and personal, tangible and intangible, owned at the time
22 the lien attaches, or afterwards acquired by any person liable for
23 the tax, to secure the payment of the tax. The lien shall attach to
24 the property from and after the date that any report or return on
25 which the tax is levied is required to be filed and shall continue
26 for 7 years after the date of attachment. The lien may be extended
27 for another 7 years by refiling under subsection (2) if the
28 refiling is done within 6 months prior to the expiration date of
29 the original 7-year period.

1 (2) The lien imposed by this section shall take precedence
2 over all other liens and encumbrances, except bona fide liens
3 recorded before the date the lien under this ordinance is recorded.
4 However, bona fide liens recorded before the lien under this
5 ordinance is recorded shall take precedence only to the extent of
6 disbursements made under a financing arrangement before the forty-
7 sixth day after the date of the tax lien recording or before the
8 person making the disbursements had actual knowledge of a tax lien
9 recording under this ordinance, whichever is earlier. A lien shall
10 be recorded and discharged in the same manner required for a state
11 tax lien under the state tax lien registration act, 1968 PA 203,
12 MCL 211.681 to 211.687.

13 (3) A purchaser or succeeding purchaser of property, from a
14 taxpayer in other than the ordinary course of business, against
15 which a lien has been properly recorded as provided under
16 subsection (2) is personally liable for the unpaid taxes that are
17 due on the lien. The purchaser's liability is limited to the value
18 of the property less any proceeds that were applied to balances due
19 on secured interests which are superior to the lien recorded under
20 subsection (2).

21 Sec. 86b. (1) Notwithstanding section 86, a city that has a
22 ~~population of more than 600,000~~ **entered into an agreement with the**
23 **department pursuant to section 9 of chapter 1** may cause a demand to
24 be made on a taxpayer for the payment of a tax due under this
25 ordinance. ~~However, the city's authority to cause a demand for~~
26 ~~payment under this section only applies to property owned by a~~
27 ~~natural person and wages, or other income, that are reported on a~~
28 ~~federal W-2 or 1099 form.~~ If the liability remains unpaid for 10
29 days after the demand and proceedings are not taken to review the

1 liability, a warrant may be issued. Except as provided in this
2 section, the city, through any officer or agent or person
3 authorized to serve process or through authorized employees, may
4 levy on all property and rights to property, real and personal,
5 tangible and intangible, belonging to the taxpayer or on which a
6 lien is provided by law for the amount of the deficiency, and sell
7 the real and personal property of the taxpayer found within the
8 state for the payment of the amount due, the cost of executing the
9 warrant, and the additional penalties and interest. Except as
10 provided in subsection (6), the officer or agent or person serving
11 the warrant shall proceed upon the warrant in all respects and in
12 the same manner as prescribed by law in respect to executions
13 issued against property upon judgments by a court of record. A
14 city, through its authorized representative, may bid for and
15 purchase any property sold pursuant to this section.

16 (2) A person that refuses or fails to surrender any property
17 or rights to property subject to levy, upon demand by the city, is
18 personally liable to the city in a sum equal to the value of the
19 property or rights not surrendered, but not exceeding the amount
20 due for which the levy was made, together with costs and interest
21 on the sum at the rate provided in section 82 from the date of the
22 levy. Any amount, other than costs, recovered under this subsection
23 shall be credited against the liability for the collection of which
24 the levy was made.

25 (3) In addition to the personal liability imposed by
26 subsection (2), if a person required to surrender property or
27 rights to property fails or refuses to surrender the property or
28 rights to property without reasonable cause, the person shall be
29 liable for a penalty equal to 50% of the amount recoverable under

1 subsection (2), none of which penalty shall be credited against the
2 liability for the collection of which the levy was made.

3 (4) A person in possession of, or obligated with respect to,
4 property or property rights subject to levy and upon which a levy
5 has been made who, upon demand of the city, surrenders the property
6 or rights to property or discharges the obligation to the city or
7 who pays a liability under subsection (1) shall have that
8 obligation to a person delinquent in payment of a tax reduced in an
9 amount equal to the property or rights to property surrendered or
10 amounts paid to the city.

11 (5) Property described in section 6334 of the internal revenue
12 code of 1986, 26 USC 6334, is exempt from levy under this section
13 for an unpaid tax. The effect of a levy on salary or wages shall be
14 continuous from the date the levy is first made until the liability
15 out of which the levy arose is satisfied.

16 (6) A warrant notice of levy may be served by certified mail,
17 return receipt requested, on any person in possession of, or
18 obligated with respect to, property and rights to property, real
19 and personal, tangible and intangible, belonging to the taxpayer or
20 on which a lien is provided by law. The date of delivery on the
21 receipt shall be the date the levy is made. A person may, upon
22 written notice to the department, on behalf of the city, have all
23 notices of levy sent to 1 designated office.

24 Sec. 86c. (1) If a city that has ~~a population of more than~~
25 ~~600,000~~ **entered into an agreement with the department pursuant to**
26 **section 9 of chapter 1** files for recording a lien imposed pursuant
27 to this ordinance against property or rights of property to satisfy
28 a tax liability and the city determines that the tax liability out
29 of which the lien arose is satisfied, the city shall file for

1 recording a release regarding the property or rights of property in
2 the same manner required for a state tax lien under the state tax
3 lien registration act, 1968 PA 203, MCL 211.681 to 211.687, not
4 more than 20 business days after funds to satisfy the tax liability
5 out of which the lien arose have been applied to the taxpayer's
6 account.

7 (2) If the city files for recording a lien imposed pursuant to
8 this ordinance against property or rights of property to satisfy a
9 tax liability and upon request the city determines that the
10 taxpayer named on the recorded lien does not have any interest in
11 certain properties owned by another person, the city shall file for
12 recording a certificate of nonattachment regarding the property or
13 rights of property, in the same manner as required for a state tax
14 lien under the state tax lien registration act, 1968 PA 203, MCL
15 211.681 to 211.687, with all due haste but not more than 5 business
16 days after the city determines that the lien is recorded or filed
17 against property or rights of property to which the city does not
18 have a lien interest under section 86a. The city shall clearly
19 indicate on the certificate of nonattachment that the taxpayer
20 named on the recorded lien does not have any interest in the
21 property or rights of property of the other person.

22 (3) If a warrant or warrant-notice of levy is issued and
23 served upon a person to levy on property or rights of property to
24 satisfy a tax liability and the city determines that the tax
25 liability out of which the warrant or warrant-notice of levy arose
26 is satisfied, the city shall serve a release of levy regarding the
27 property or rights of property on the person that was served the
28 warrant or warrant-notice of levy not more than 10 business days
29 after funds to satisfy the tax liability out of which the warrant

1 or warrant-notice of levy arose have been applied to the taxpayer's
2 account.

3 (4) If a warrant or warrant-notice of levy is issued and
4 served upon a person to levy on property or rights of property to
5 satisfy a tax liability and the city determines that the property
6 or rights of property are not subject to levy under section 86a,
7 the city shall serve a release of levy regarding the property or
8 rights of property on the person that was served the warrant or
9 warrant-notice of levy with all due haste but not more than 5
10 business days after the city determines that the property or rights
11 of property are not subject to levy under section 86a, the city
12 shall clearly indicate on the release of levy that the property or
13 rights of property were not subject to levy under section 86a.

14 (5) If a person is required to pay a fee to the city, a bank,
15 or other financial institution as the result of an erroneous
16 recording or filing of a lien as described in subsection (2), or an
17 erroneous issuance and service of a warrant or warrant-notice of
18 levy as described in subsection (4), the city shall reimburse the
19 fee to that person.

20 (6) If the city receives money to satisfy a tax liability or
21 liabilities or receives information that would cancel that tax
22 liability or those liabilities and subsequently files a lien for
23 recording specifying that tax liability or those liabilities, the
24 city, upon request and upon a determination by the city that the
25 lien was filed and recorded in error, with all due haste, but not
26 more than 5 business days after the city determines that it has
27 erroneously filed a lien for recording, shall file for recording a
28 certificate of withdrawal for that tax liability or those
29 liabilities which were satisfied which states that the recorded

1 lien for that tax liability or those liabilities was filed in
2 error.

3 (7) If the city receives money to satisfy a tax liability or
4 liabilities or receives information that would cancel that tax
5 liability or those liabilities and subsequently issues a warrant or
6 warrant-notice of levy specifying that liability or those
7 liabilities pursuant to this ordinance, upon request and upon a
8 determination by the city that the warrant or warrant-notice of
9 levy was issued in error, with all due haste, but not more than 5
10 business days after the department determines that it has
11 erroneously issued a warrant or warrant-notice of levy, the city
12 shall issue a release of levy for that tax liability or those
13 liabilities which were satisfied which states that the levy for
14 that tax liability or those liabilities was issued in error.

15 Sec. 91. (1) The governing body of the city **that has not**
16 **entered into an agreement with the department pursuant to section 9**
17 **of chapter 1** shall appoint an income tax board of review consisting
18 of 3 residents of the city who are not city officials or city
19 employees.

20 (2) The board shall select a chairperson, secretary, and other
21 officers as the board considers necessary and shall adopt rules
22 governing the procedure for hearings and other procedures. The
23 rules shall be filed in the office of the city clerk and shall be
24 available for inspection by an interested person. A copy of the
25 rules shall be furnished on request to an interested person.

26 (3) A majority of the board members shall constitute a quorum
27 for an action by or hearing before the board, or for any other
28 purpose. A member of the board shall not act on a matter in which
29 the member has a financial interest other than the common public

1 interest. A record shall be kept of the board's transactions and
2 proceedings. The record and any other writing prepared, owned,
3 used, in the possession of, or retained by the board of review in
4 the performance of an official function shall be made available to
5 the public in compliance with ~~Act No. 442 of the Public Acts of~~
6 ~~1976.~~ **the freedom of information act, 1976 PA 442, MCL 15.231 to**
7 **15.246.**

8 (4) The business which the board may perform shall be
9 conducted at a public hearing of the commission held in compliance
10 with ~~Act No. 267 of the Public Acts of 1976, being sections~~ **the**
11 **open meetings act, 1976 PA 267, MCL 15.261 to 15.275.** ~~of the~~
12 ~~Michigan Compiled Laws.~~ Public notice of the time, date, and place
13 of the hearing shall be given in the manner required by ~~Act No. 267~~
14 ~~of the Public Acts of 1976.~~ **the open meetings act, 1976 PA 267, MCL**
15 **15.261 to 15.275.**

16 Sec. 92. (1) ~~A~~ **If a city has not entered into an agreement**
17 **with the department pursuant to section 9 of chapter 1, a** taxpayer
18 or employer may file a written notice of appeal with the secretary
19 of the income tax board of review not more than 30 days after
20 receipt by the taxpayer or employer of a final assessment, denial
21 in whole or part of a claim for refund, decision, order, or special
22 ruling of the administrator. ~~or the department.~~ Upon receipt of the
23 notice of appeal, the income tax board of review shall notify the
24 administrator, ~~or the department,~~ who shall forward within 15 days
25 to the income tax board of review a certified transcript of all
26 actions and findings taken by the administrator ~~or the department~~
27 that relate to the matter under appeal. The appellant or his or her
28 duly authorized representative may inspect the transcript.

29 (2) The income tax board of review shall grant the appellant a

1 hearing at which the appellant or his or her duly authorized
2 representative and the administrator ~~or the department~~ have an
3 opportunity to present evidence that relates to the matter under
4 appeal. After conclusion of the hearing, the income tax board of
5 review by a majority vote of its 3 members shall affirm, reverse,
6 or modify the final assessment, denial, decision, or order under
7 appeal and furnish a copy of the decision to the appellant and to
8 the administrator. ~~or the department.~~

9 (3) The provisions of this ordinance as to the confidential
10 character of tax data are applicable to proceedings pending before
11 or submitted to the income tax board of review.

12 (4) A tax deficiency or refund and any interest or penalties
13 on a deficiency or refund shall be paid not more than 30 days after
14 receipt by the taxpayer or employer or by the city ~~or the~~
15 ~~department~~ of notice of determination by the income tax board of
16 review if no further appeal is made.

17 **Sec. 92a. (1) Except as otherwise provided under subsection**
18 **(2), if a city has entered into an agreement with the department**
19 **pursuant to section 9 of chapter 1, a taxpayer or employer within**
20 **35 days after receipt by the taxpayer or employer of a final**
21 **assessment, decision, or order of the department may appeal the**
22 **contested portion of the assessment, decision, or order to the tax**
23 **tribunal. The uncontested portion of an assessment, order, or**
24 **decision must be paid as a prerequisite to appeal. An appeal under**
25 **this section must be conducted in accordance with the tax tribunal**
26 **act, 1973 PA 186, MCL 205.701 to 205.779.**

27 (2) A taxpayer or employer that failed to request and
28 participate in an informal conference in any matter subject to
29 section 84(2) is not allowed to appeal a final assessment,

1 **decision, or order of the department under this section.**

2 Sec. 93. (1) A taxpayer, employer, or other person aggrieved
3 by a rule adopted by the administrator may file a timely appeal to
4 the ~~state commissioner of revenue department~~ in the form and manner
5 prescribed by the ~~commissioner department~~.

6 (2) ~~A~~ **If a city has not entered into an agreement with the**
7 **department pursuant to section 9 of chapter 1, a** taxpayer or
8 employer aggrieved by a final assessment, denial, decision, or
9 order of the income tax board of review other than a decision under
10 subsection (1), may appeal the assessment, denial, decision, or
11 order to the tax tribunal not more than 35 days after the final
12 assessment, denial, decision, or order was issued. The uncontested
13 portion of a final assessment, order, or decision shall be paid as
14 a prerequisite to appeal. An appeal under this subsection shall be
15 perfected as provided under the tax tribunal act, ~~Act No. 186 of~~
16 ~~the Public Acts of 1973, being sections~~ **1973 PA 186, MCL 205.701 to**
17 **205.779,** ~~of the Michigan Compiled Laws,~~ and rules promulgated under
18 that act for the tax tribunal.

19 (3) Not more than 35 days after a final order of the tax
20 tribunal, the taxpayer, employer, or other person shall pay the
21 city the taxes, interest, and penalty found due to the city, ~~or the~~
22 ~~department,~~ and the city ~~or the department~~ shall refund to the
23 taxpayer, employer, or other person any amount found to have been
24 overpaid by the taxpayer, employer, or other person.