

**SENATE BILL NO. 341**

February 23, 1999, Introduced by Senator STEIL and referred to the Committee on Finance.

A bill to amend 1893 PA 206, entitled  
"The general property tax act,"  
(MCL 211.1 to 211.157) by adding section 7gg.

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

1        SEC. 7GG. (1) REAL PROPERTY THAT IS LEASED TO A LOCAL  
2 SCHOOL DISTRICT OR INTERMEDIATE SCHOOL DISTRICT OR THAT WILL BE  
3 LEASED TO A LOCAL SCHOOL DISTRICT OR INTERMEDIATE SCHOOL DISTRICT  
4 WHEN RENOVATED IS EXEMPT FROM THE COLLECTION OF TAXES UNDER THIS  
5 ACT IF ALL OF THE FOLLOWING CONDITIONS ARE SATISFIED:  
6        (A) THE REAL PROPERTY WAS OWNED BY THE LOCAL SCHOOL DISTRICT  
7 OR THE INTERMEDIATE SCHOOL DISTRICT TO WHICH IT IS OR WILL BE  
8 LEASED AND WAS EXEMPT FROM THE COLLECTION OF TAXES UNDER THIS ACT  
9 PURSUANT TO SECTION 7M IN THE YEAR IMMEDIATELY PRECEDING THE  
10 FIRST YEAR IN WHICH AN EXEMPTION IS CLAIMED UNDER THIS SECTION.

1 (B) IF THE REAL PROPERTY WILL BE LEASED TO A LOCAL SCHOOL  
2 DISTRICT OR INTERMEDIATE SCHOOL DISTRICT WHEN RENOVATED, THERE IS  
3 A WRITTEN AGREEMENT BETWEEN THE LOCAL SCHOOL DISTRICT OR INTERME-  
4 DIATE SCHOOL DISTRICT AND THE OWNER OF THE REAL PROPERTY CONFIRM-  
5 ING THE ANTICIPATED LEASE.

6 (2) AS USED IN THIS SECTION:

7 (A) "INTERMEDIATE SCHOOL DISTRICT" MEANS THAT TERM AS  
8 DEFINED IN SECTION 4 OF THE REVISED SCHOOL CODE, 1976 PA 451, MCL  
9 380.4.

10 (B) "LOCAL SCHOOL DISTRICT" MEANS THAT TERM AS DEFINED IN  
11 SECTION 6 OF THE REVISED SCHOOL CODE, 1976 PA 451, MCL 380.6.  
12 LOCAL SCHOOL DISTRICT DOES NOT INCLUDE A PUBLIC SCHOOL ACADEMY  
13 ORGANIZED UNDER PART 6A OF THE REVISED SCHOOL CODE, 1976 PA 451,  
14 MCL 380.501 TO 380.507.