

Romney Building, 10th Floor Lansing, Michigan 48909 Phone: 517/373-6466

SWAMP TAX INCREASE

House Bill 5812 Sponsor: Rep. Paul Tesanovich Committee: Tax Policy

Complete to 5-4-98

A SUMMARY OF HOUSE BILL 5812 AS INTRODUCED 4-30-98

Under current law, the state pays \$2 per acre (or major portion of an acre) to counties on tax reverted, recreation, and forest lands under the control and supervision of the Department of Natural Resources. The revenue is disbursed 50 percent to the county general fund and 50 percent to the general fund of the township in which the land is located. This is sometimes called "the swamp tax." House Bill 5812 would amend the Natural Resources and Environmental Protection Act to increase the tax from \$2 to \$2.86 per acre or major portion of an acre, and to require the that the amount be adjusted annually. The bill is tie-barred to House Bill 4816, which would require the state treasurer to adjust this figure at the end of each calendar year to reflect the cumulative annual change in the consumer price index.

MCL 324.2150

Analyst: C. Couch

This analysis was prepared by nonpartisan House staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.