

HOUSE BILL No. 4436

March 8, 2007, Introduced by Reps. Melton, Bieda and Condino and referred to the Committee on Tax Policy.

A bill to amend 1973 PA 186, entitled
"Tax tribunal act,"
by amending section 62 (MCL 205.762), as amended by 1995 PA 232.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 62. (1) The residential property and small claims
2 division created in section 61 has jurisdiction over a proceeding,
3 otherwise cognizable by the tribunal, in which residential property
4 is exclusively involved. Property other than residential property
5 may be included in a proceeding before the residential property and
6 small claims division —if the amount of that property's taxable
7 value or state equalized valuation in dispute is not more than
8 \$100,000.00. The residential property and small claims division
9 also has jurisdiction over a proceeding involving an appeal of any
10 other tax over which the tribunal has jurisdiction if the amount of

1 the tax in dispute is ~~\$6,000.00~~ **\$20,000.00** or less. **NOTWITHSTANDING**
2 **THE JURISDICTIONAL LIMIT OF THE RESIDENTIAL PROPERTY AND SMALL**
3 **CLAIMS DIVISION, BY LEAVE OF THE TRIBUNAL AND WITH THE CONSENT OF**
4 **THE PARTIES, A PROCEEDING BEFORE THE ENTIRE TRIBUNAL MAY BE HEARD**
5 **IN THE RESIDENTIAL PROPERTY AND SMALL CLAIMS DIVISION.**

6 ~~—— (2) For purposes of this chapter, "residential property" means~~
7 ~~a homestead or other residential or agricultural real property~~
8 ~~including less than 4 rental units.~~

9 (2) ~~(3)~~ A person or legal entity entitled to proceed under
10 section 31, and whose proceeding meets the jurisdictional
11 requirements of subsection (1), may elect to proceed before either
12 the residential property and small claims division or the **ENTIRE**
13 tribunal. A formal record of residential property and small claims
14 division proceedings is not required. Within 20 days after a
15 hearing **OFFICER OR** referee issues an ~~A PROPOSED~~ order, ~~by leave of~~
16 ~~the tribunal and for good cause, a party may request a rehearing by~~
17 ~~a tribunal member~~ **A PARTY MAY FILE EXCEPTIONS TO THE PROPOSED**
18 **ORDER. THE TRIBUNAL SHALL REVIEW THE EXCEPTIONS TO DETERMINE IF THE**
19 **PROPOSED ORDER SHALL BE ADOPTED AS A FINAL ORDER. UPON A SHOWING OF**
20 **GOOD CAUSE OR AT THE TRIBUNAL'S DISCRETION, THE TRIBUNAL MAY MODIFY**
21 **THE PROPOSED ORDER AND ISSUE A FINAL ORDER OR HOLD A REHEARING BY A**
22 **TRIBUNAL MEMBER.** A rehearing is not limited to the evidence
23 presented before the hearing **OFFICER OR** referee.

24 (3) ~~(4)~~ ~~The~~ **EXCEPT AS OTHERWISE PROVIDED IN THIS SUBSECTION,**
25 **THE** residential property and small claims division shall meet in
26 the county in which the property in question is located or in a
27 county contiguous to the county in which the property in question

1 is located. A petitioner-appellant shall not be required to travel
 2 more than 100 miles from the location of the property in question
 3 to the hearing site, except that a rehearing by a tribunal member
 4 shall be at a site determined by the tribunal. **BY LEAVE OF THE**
 5 **TRIBUNAL AND WITH THE MUTUAL CONSENT OF ALL PARTIES, A RESIDENTIAL**
 6 **PROPERTY AND SMALL CLAIMS DIVISION PROCEEDING MAY TAKE PLACE AT A**
 7 **LOCATION MUTUALLY AGREED UPON BY ALL PARTIES OR MAY TAKE PLACE BY**
 8 **THE USE OF AMPLIFIED TELEPHONIC OR VIDEO CONFERENCING EQUIPMENT.**

9 (4) ~~(5)~~—The tribunal shall make a short form for the
 10 simplified filing of residential **PROPERTY AND SMALL CLAIMS** appeals.

11 (5) ~~(6)~~—In a proceeding before the residential property and
 12 small claims division for property other than ~~homestead~~-residential
 13 property, if the amount of taxable value or state equalized
 14 valuation in dispute is greater than \$20,000.00, or in nonproperty
 15 matters if the amount in dispute is greater than \$1,000.00, the
 16 filing fee is the amount that would have been paid if the
 17 proceeding was brought before the **ENTIRE** tribunal and not the
 18 residential property and small claims division.

19 (6) **AS USED IN THIS CHAPTER, "RESIDENTIAL PROPERTY" MEANS ANY**
 20 **OF THE FOLLOWING:**

21 (A) **REAL PROPERTY EXEMPT UNDER SECTION 7CC OF THE GENERAL**
 22 **PROPERTY TAX ACT, 1893 PA 206, MCL 211.7CC.**

23 (B) **REAL PROPERTY CLASSIFIED AS RESIDENTIAL REAL PROPERTY**
 24 **UNDER SECTION 34C OF THE GENERAL PROPERTY TAX ACT, 1893 PA 206, MCL**
 25 **211.34C.**

26 (C) **REAL PROPERTY WITH LESS THAN 4 RENTAL UNITS.**

27 (D) **REAL PROPERTY CLASSIFIED AS AGRICULTURAL REAL PROPERTY**

1 UNDER SECTION 34C OF THE GENERAL PROPERTY TAX ACT, 1893 PA 206, MCL
2 211.34C.