

Chassell Township Board Resolution

Chassell Township, Houghton Co. MI

Resolution to Establish Pre-Interest and Penalties Distribution Policy

Resolution # 2020-02-12

1. Principal Residence Exemptions (PRE's) are authorized under the General Property Tax Act of 206 of 1893 specifically MCL 211.7. Within certain limitations a tax payers primary residence is exempt from paying School Operating millage and any interest and penalties. Approvals and denials are handled on a parcel by parcel basis by the Chassell Township Assessor with denials also being appropriate by the Houghton County Treasurer and Michigan Department of Treasury.
2. The Assessor, the Michigan Department of Treasury, and the Houghton County Treasurer may also deny a PRE for the current tax year and up to three prior tax years if deemed appropriate A denial will add school operating millage as well add interest and associated penalties to the tax roll for the year in which it was denied if applicable.
3. Current year taxes are billed July 1 and December 1 annually in Chassell Township.
4. In the event of a denial Chassell Township will add school operating millage back to the tax roll and pursue collection of the taxes as well as any associated interest and penalties as outlined below.
5. As outlined in the General Property Tax Act 206 of 1893 subsection 25 an interest rate of 1.25% per month or fraction of a month is billed and distributed as follows:
 - a. If the Assessor denies the Principal Residence Exemption 70% goes to the local tax collecting unit, 10% goes to the Michigan Department of Treasury and 20% goes to the County in which the property is located.
 - b. If the MDOT denies the exemption 20% goes to the local collecting unit, 70% goes to the Department of Treasury and 10% goes to the County in which the property is located.
 - c. If the County Treasurer denies the exemption, 20% goes to the local unit, 10% goes to the Department of Treasury and 70% goes to the County where the property is located.
6. If Chassell Township successfully collects the interest and penalties associated with the denial in accord with the above described and approved distribution policies the amounts shall be forward to the applicable taxing units.

7. If any portion of the taxes or interest and penalties associated with any denial remain unpaid after March 1 annually, they are turned over to the Houghton County Treasurer for collection.

Motion by Kelly Holmes second by Dave Mattson to adopt the PRE-interest denial distribution policy.

Upon roll call vote, the following voted:

Ayes- Lynn Gierke, Kelly Holmes, Ryan Kuntze, Dave Mattson

Nays- None

Absent- Dan Palosaari

The Supervisor, Dave Mattson declared the resolution adopted.

CERTIFICATE

I, Lynn Gierke, the duly elected and acting Clerk of Chassell Township, hereby certify the foregoing resolution was adopted by the Township Board by a roll call vote at a regular meeting of the Board held on February 12, 2020, at which meeting a quorum was present; and that this resolution was ordered to take immediate effect.



CHASSELL TOWNSHIP CLERK