

June 5, 2023

Council Communication

Re: Striking 2018 Delinquent Personal Property Taxes

According to PA 206 (Property Tax Act) 211.56a, delinquent personal property taxes may be written off after being delinquent for five years. There are a total of 22 parcels still on the 2018 delinquent personal property tax roll. The majority of these parcels are buildings on leased land, primarily decks or sheds on rented mobile home lots.

The City Treasurer's Office has diligently attempted to collect payment on all delinquent personal property taxes. Parcels receive a first notice of delinquency (sent 4/2/19), second notice (sent 7/2/19) and final notice (sent 7/8/20) requesting payment along with payment options. At this point, recovery of the amounts in question is highly unlikely and will cost more to collect than actual revenue collected. The total city revenue written off through this process will be \$249.87 which is an average of \$11.36/parcel.

Recommended Action

It is recommended that City Council approves striking 2018 Delinquent Personal Property Tax pursuant to Public Act 206 (Property Tax Act).