Reset Form

Michigan Department of Treasury
5220 (Rev. 12-15)

SEE INSTRUCTIONS ON PAGE THREE

Small Taxpayer Exemption Loss
December 2015 Debt Millage Reimbursement Claim

Issued under authority of Public Act 87 of 2014.

COMPLETE THIS FORM ONLY IF MILLAGE WAS LEVIED IN DECEMBER 2015 AND USED TO PAY DEBT

Name of Taxing Unit	Unit Type	County

Revenue Sharing/MDE Code (Authorities leave blank)	Federal Employer Identification Number (FEIN)

SCHOOL DISTRICTS/ISDs	
1. Enter the amount of 2015 small taxpayer exemption loss (taxable value) from county equalization director.	$
2. Enter the actual total debt millage rate levied in calendar year 2015 specifically to pay principal and interest of obligations approved by the voters before 2013.	mills
3. Enter the calendar year 2015 debt millage rate specifically to pay principal and interest of obligations approved by the voters before 2013 that would have been levied after adjusting for the small taxpayer exemption loss. (See note on page 2 and instructions.)	mills
4. Enter the actual debt millage rate levied in July 2015 and reported on Line 3 of Form 5192.	mills
5. Do you participate in the state School Bond Loan Fund (SBLF) program **and** is your total 2015 debt millage rate the maximum rate you were required to levy under the SBLF program?	☐ Yes ☐ No
6. If line 2 is greater than line 3 and the answer on line 5 is "NO", enter the 2015 total taxable value of all **real and personal property**, including industrial facilities tax replacement facility taxable value and one-half of industrial facilities tax new facility taxable value.	$

OTHER TAXING UNITS		
7. Enter the amount of 2015 small taxpayer exemption loss (taxable value) from county equalization director. Cities should **not** file this form. See instructions.	$	
8. Enter the actual debt millage rate levied in December 2015 for the payment of principal and interest of obligations either incurred or approved by voters before 2013 that pledged the **unlimited** taxing power of the taxing unit.	mills	
9. Enter the December 2015 debt millage rate that would have been levied after adjusting for small taxpayer exemption loss for the payment of principal and interest of obligations either incurred or approved by voters before 2013 that pledged the **unlimited** taxing power of the taxing unit. (See note on page 2 and instructions.)	mills	
10. For obligations incurred before 2013 that pledged the **limited** taxing power of the taxing unit, enter the amount of principal and interest that will be paid using operating millage levied in December 2015. DO NOT enter debt service for mills reported on line 8.	$	
11. If line 8 is greater than line 9 or if line 10 is greater than zero, enter the 2015 total taxable value of all **real and personal property**, including industrial facilities tax replacement facility taxable value and one-half of industrial facilities tax new facility taxable value.	$	
12. Check whether the limited tax pledge payment amount you reported on line 10 is to be paid from all general fund revenue or specifically from property taxes.	☐ Repaid from General Fund Revenue	☐ Repaid only from Property Taxes

If you checked "Repaid from General Fund Revenue" on line 12, complete line 13 and line 14 on page two. Otherwise, sign on page two.

Complete and sign on Page 2

COMPLETE THE FOLLOWING LINES IF "REPAID FROM GENERAL FUND REVENUE" IS CHECKED ON LINE 12	
13. Enter total general fund property tax revenue for the most recently completed fiscal year.	$
14. Enter total general fund revenue for the most recently completed fiscal year.	$

NOTE: MCL 211.27e(3) requires that 2015 debt millage rates be calculated using the sum of the 2015 taxable value plus the 2015 small taxpayer exemption loss as calculated by the county equalization director.

CERTIFICATION		
In accordance with 2014 Public Act 87, the undersigned hereby certifies to Treasury that the information provided above is accurate.		
Printed Name		Title
Signature		Date
Contact Telephone Number	Contact E-mail Address	

Return a completed and signed form to TreasORTA@michigan.gov by February 29, 2016.

If you are unable to submit via e-mail, fax to (517) 335-3298 or mail the completed form to:

Michigan Department of Treasury
Office of Revenue and Tax Analysis
PO Box 30722
Lansing MI 48909

For questions, call 517-373-2697.

Instructions for Form 5220, Small Taxpayer Exemption Loss

For 2015 debt millage and operating millage used to pay debt, the Michigan Department of Treasury will calculate reimbursements based on the information reported on Form 5220 and the small taxpayer exemption loss reported by county equalization directors. Each county, township, school district, intermediate school district, or authority should complete its own form for its own millage. School districts and intermediate school districts complete lines 1-6; other taxing units complete lines 7-14. Tax increment financing authorities should not complete this form. Cities should not complete this form. Cities have instead been asked to complete a spreadsheet that contains the information otherwise reported on this form. That spreadsheet will be used to calculate the city reimbursement.

Line-By-Line Instructions

Line 1: Public Act (PA) 86 of 2014 defines the 2015 small taxpayer exemption loss (STEL) as the total 2013 taxable value of all industrial personal and commercial personal property minus the lesser of the total 2014 **or** 2015 taxable value of all industrial personal and commercial personal property. The STEL has been calculated by your county equalization director. If the STEL amount is zero or a negative, do not submit this form.

Line 2: Do not include millage levied to repay obligations approved by the voters after 2012. Report the number of debt mills (approved by voters before 2013) levied in calendar year 2015. For obligations incurred after 2012 that in part refinance obligations approved by the voters before 2013, include the portion of the debt millage levied to repay the obligations approved by the voters before 2013.

Line 3: Normally a debt millage rate is calculated by dividing the desired debt tax levy (in dollars) by the taxable value. PA 87 of 2014 modifies the taxable value used for the 2015 calculation by requiring the use of the sum of the actual 2015 taxable value and the 2015 small taxpayer exemption loss as calculated by your county equalization director. Example:

2015 Debt service (adjusted for reserve and uncollectible taxes): $200,000

2015 Taxable value: $100 million

2015 Personal property small taxpayer exemption loss: $1 million

2015 Debt millage rate: $200,000 divided by $101 million, or 1.9802 mills.

If the line 2 millage rate was calculated using the sum of the actual 2015 taxable value and the 2015 small taxpayer exemption loss, enter the line 2 millage rate on line 3.

Line 6: Include renaissance zone taxable values. Exclude the taxable value captured by a tax increment financing plan to the extent that plan captures the debt millage reported on line 2.

Line 7: See instructions for line 1. For operating millage used to pay debt, Treasury will recalculate the small taxpayer exemption loss by excluding the taxable value of renaissance zone (RZ) personal property, since RZ property is exempt from operating millage.

Line 8: Include millage levied to repay only those obligations either incurred or approved by voters before 2013. Obligations pledging the unlimited taxing power of the taxing unit must have been approved by the voters and typically result in debt millage being levied to repay the obligation. Do not include millage levied under PA 345 of 1937.

Line 9: See instructions for line 3. If the line 8 millage rate was calculated using the sum of the actual 2015 taxable value and the 2015 small taxpayer exemption loss, enter the line 8 millage rate on line 9.

Line 10: Obligations pledging the limited taxing power of the taxing unit have not been approved by the voters and are repaid from existing revenue sources. Do not include principal or interest of obligations incurred after 2012. Do not include principal or interest of obligations paid with millage reported on line 8. Do not include principal or interest of obligations repaid by fees, charges, or other non-general revenue.

Line 11: Include renaissance zone taxable values, which are used in the calculation when line 8 is greater than line 9. Exclude the taxable value captured by a tax increment financing (TIF) plan to the extent that plan captures the debt millage reported on line 8 or the operating millage used to pay debt. If millage is reported on line 8 and operating millage is used to pay debt, report both the taxable value for debt millage and the reduced taxable value for operating millage.

For taxing units with property in a renaissance zone, Treasury will recalculate the line 11 amount by excluding the 2015 taxable value of renaissance zone (RZ) property, since RZ property is exempt from millage used to pay obligations with a limited tax pledge.

Lines 13 and 14: Complete lines 13 and 14 if “Repaid from General Fund Revenue” on line 12 was checked.