

## TAX COLLECTION AGREEMENT

This Agreement is made this \_\_\_\_\_ day of March, 2024, between the City of Livonia (the “City”) and Livonia Public Schools (the “District”) for the collection of school taxes within the boundaries of the City.

WHEREAS, Sections 1611 and 1613 of the Revised School Code and Section 43 of the General Property Tax Act (“Section 43”) provide for establishing a school district tax collection and for establishing a schedule for delivering tax collections; and

WHEREAS, the District has had the City collect the annual levy of school taxes for the District pursuant to an Agreement dated June 1, 1994, and approved pursuant to CR 478-94, adopted June 22, 1994 (the “1994 Agreement”); and

WHEREAS the District and the City have negotiated an arrangement satisfactory to the parties to replace the 1994 Agreement; and

WHEREAS, it is the desire of the parties to minimize expense and recordkeeping with regard to delivery of the mutual undertaking contained herein.

### IT IS AGREED:

1. The District will furnish to the Treasurer of the City a certified copy of the amount of millage requested to be levied in order that statements may be prepared in a timely fashion and mailed out by July 1. The District may elect to levy the requested millage 50% on July 1 and the remaining 50% on December 1 or 100% collection on either July 1 or December 1.

2. The City shall collect the taxes on behalf of the District and remit by electronic transfer, according to law, all taxes collected directly to an account number provided by the District, in accordance with the schedule attached as **Exhibit A** hereto.

3. For these services, the District shall pay the City \$5.00 (which includes the cost of postage) for each parcel billed in July. The \$5.00 fee is an annual fee that covers the cost of both the summer and winter tax collection. The City will invoice the District 2/3 of the cost of the summer tax collection on October 15, or the next business day thereafter, and invoice the remaining 1/3 on April 1, or the next business day thereafter.

Additionally, investment interest generated on summer 2024 tax collections while in the hands of the City Treasurer shall be retained by the City. Beginning with the winter 2024 tax collections, 50% of investment interest generated thereon while in the hands of the City Treasurer shall be retained by the City with the remaining 50% being delivered to the District along with the final collections as indicated in **Exhibit A** hereto.

4. This Agreement will commence for the 2024 summer tax collection and shall remain in force through the 2027 winter tax collections unless terminated by either party upon

sixty (60) days written notice to the other party. The parties agree to meet beginning in January 2028 to negotiate a successor Tax Collection Agreement.

IN WITNESS WHEREOF, the parties have executed this Agreement the date and year first above written.

**CITY OF LIVONIA**

**LIVONIA PUBLIC SCHOOLS**

By: \_\_\_\_\_

By: \_\_\_\_\_

Maureen Miller Brosnan, Mayor

Andrea Oquist, Superintendent

By: \_\_\_\_\_

By: \_\_\_\_\_

Lori Miller, City Clerk

Karen Bradford, School Board President

**EXHIBIT A**

**SUMMER TAX COLLECTION REMITTANCE SCHEDULE**

<b><u>COLLECTION PERIOD</u></b>	<b><u>REMITTANCE SCHEDULE</u></b>
JULY 1 THRU JULY 15	LAST FRIDAY OF JULY
JULY 16 THRU JULY 31	SECOND FRIDAY OF AUGUST
AUGUST 1 THRU AUGUST 15	LAST FRIDAY OF AUGUST
AUGUST 16 THRU AUGUST 31	SECOND FRIDAY OF SEPTEMBER
SEPTEMBER 1 THRU SEPT 14	LAST FRIDAY OF SEPTEMBER
FINAL COLLECTIONS	SECOND FRIDAY OF OCTOBER

**WINTER TAX COLLECTION REMITTANCE SCHEDULE**

<b><u>COLLECTION PERIOD</u></b>	<b><u>REMITTANCE SCHEDULE</u></b>
DECEMBER 1 THRU DEC 15	LAST FRIDAY OF DECEMBER
DECEMBER 16 THRU DEC 31	SECOND FRIDAY OF JANUARY
JANUARY 1 THRU JANUARY 15	LAST FRIDAY OF JANUARY
JANUARY 16 THRU JANUARY 31	SECOND FRIDAY OF FEBRUARY
FEBRUARY 1 THRU FEB 14	LAST FRIDAY OF FEBRUARY
FEBRUARY 15 THRU FEB 28	SECOND FRIDAY OF MARCH
FINAL COLLECTIONS	LAST FRIDAY OF APRIL

If any of the above remittance dates falls on a holiday, payment will be made on the first business day thereafter.