

## **AGENDA ITEM SUMMARY FORM**

MEETING DATE: September 11, 2023

PREPARED BY: Linda Kunath, Finance Director/Treasurer

AGENDA ITEM CONTENT: Accelerated Tax Foreclosure Resolution

AGENDA ITEM SECTION: Reports

**BUDGETED AMOUNT:** 

**FUNDS REQUESTED:** 

**FUND:** 

## **EXECUTIVE SUMMARY:**

The "Certification of Abandoned Property for Accelerated Forfeiture Act" (MCL 211.961) allows for property, with delinquent taxes and is certified abandoned by the local governing body, to enter an accelerated foreclosure process in which the County Treasurer's Office can foreclose on the property 1-year earlier than the regular 3-year foreclosure process. Accelerating the tax foreclosure process can be a useful tool to expedite removal of abandoned property and to reduce blight. A resolution for certification of abandoned property for accelerated forfeiture act is included for your review and approval consideration.

## **RECOMMENDATION:**

Staff recommends that Council approve the resolution for Certification of Abandoned Property for Accelerated Forfeiture Act.

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So Offi	300 WEST 13 MILE ROAD, MADISON HEIGHTS, MI 48071		
MH	FINANCE/TREASURER DEPARTMENT		
CHI OS STOCKESS	Linda A. Kunath,	(248) 837-2639	
SP PROS	Finance Director/Treasurer	LindaKunath@Madison-Heights.org	
	MEMORANDUM		

**DATE:** September 5, 2023

**TO:** Melissa Marsh, City Manager

**FROM:** Linda A. Kunath, Finance Director/Treasurer

**SUBJECT:** Accelerated Tax Foreclosure Resolution

The "Certification of Abandoned Property for Accelerated Forfeiture Act" allows for property, with delinquent taxes and is certified abandoned by the local governing body, to enter an accelerated foreclosure process in which the County Treasurer's Office can foreclose on the property 1-year earlier than the regular 3-year foreclosure process. Accelerating the tax foreclosure process can be a useful tool to expedite removal of abandoned property and to reduce blight.

The accelerated foreclosure process can only be initiated if the local governing body adopts a resolution by October 1, 2023 and notifies the County Treasurer's Office of the property in question before June 1, 2024. Oakland County tells the City that adoption of a "declaration of accelerated forfeiture of abandoned property" resolution does not bind the City to any action; rather it simply reserves the City's right to pursue accelerated foreclosure on a property deemed abandoned, if the City chooses. A resolution for certification of abandoned property for accelerated forfeiture act is included for your review and approval consideration.

Staff recommends that Council approve the resolution for Certification of Abandoned Property for Accelerated Forfeiture Act.

## RESOLUTION FOR CERTIFICATION OF ABANDONED PROPERTY FOR ACCELERATED FORFEITURE ACT (PUBLIC ACT 132 OF 1999)

**WHEREAS**, the governing body for the City of Madison Heights determines that parcels of abandoned tax delinquent property exist;

**WHEREAS**, abandoned tax delinquent property contributes to crime, blight, and decay within the City of Madison Heights;

**WHEREAS**, the certification of tax delinquent abandoned property as Certified Abandoned Property will result in the accelerated forfeiture and foreclosure of certified property under the General Property Tax Act and return abandoned property to productive use more rapidly, thereby reducing crime, blight, and decay within the City of Madison Heights.

**BE IT RESOLVED** that the City of Madison Heights City Council hereby notifies residents and owners of property within the City of Madison Heights that abandoned tax delinquent property will be identified and inspected an may be certified as Certified Abandoned Property under the certification of the Foreclosure under the General Property Tax Act.

Voting Voo:

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Voting Nay:	
Absent:	
Motion	
CERTIFICATION:	
I, Cheryl E. Rottmann, the duly appointed City Clerk of	the City of Madison Heights, County of Oakland,
State of Michigan, do herby certify that the foregoing is	a resolution adopted by the Madison Heights City
Council at their Regular Meeting held on September 1	1, 2023.
	Cheryl E. Rottmann
	City Clerk