#### Property tax cut; sales tax hiked

# New tax plan heading for May ballot

#### By TIM RICHARD

Only light opposition came from suburban lawmakers as the Michigan Legislature met Thurs-day's deadline for putting a tax cut plan on the May 19 ballot.

19 ballot. The end of a frantic week came when the state. Senate voted 28-7 to concur in House amendments to the tax plan. It was supported by all five area senators — Democrats William Faust of Westland, Bill Huffman of Madison Heights and Doug Ross of Oak Park and Republicans R. Robert Geake of Nathville and Donald Bishop of Rochester.

THE HOUSE gave it 86-17 approval. Representa-tives voting yes were W.V. Brotherton, R.Farming-ton, Joe Forbes, DOak Park, Richard Fesler, R-Union Lake, and Doug Cruce. R-Troy. Opposed were James Detebaugh and Ruth McName, both Birmingham Republicans. Not vot-ing was MAI Dunaskiss, R-Ordrd. On Tuesday, only Fessler had opposed the pack-aer.

On Tuesday, only Fessler had opposed the pack-age. The final version failed to contain the so-called Allen amendment, which the Senate had passed to remove reimbursement of city income taxes from the package. Sen. Richard Allen had argued it would help only high-income Detroiters paying high-porter to taxes and a city income tax, and that he opport is taxes and a city income tax, and that he nonstituents. The senate knocked out the Allen amendment, and the Senate concurred in the House amendment.

ON MAY 19 voters will go to the polls and decide for or against a complex, proposed constitutional amendment. Here are some of the main provisions: • Local residential property taxes statewide

would be reduced by half, or about \$1.2 billion. This would apply only to operating taxes, not bond issue millage or special assessments for such public works as paying. Relief would come with bills mailed July 1 and be limited to \$1,400 per house-bold.

malled July 1 and ce immittet to 9,1,00 per nouse-hold. • A 6 percent cap would be placed on property tax revene that could be raised from any class of property (escluding new construction) from one to the property of the second second second second tay in the second second second second second second presson paying the Detroit income tax, this relief would be up to \$100 for a non-resident commuter and up to \$400 for a Detroit resident. • The state sales tax would be increased to 5.5 percent from the current 4 percent. The sales tax applies to all retail sales except food and drugs. This would raise \$800 in revene.

This would raise \$800 in revenue.

A new set of property tax circuit breakers would go into offect. At present, a homeowner gets an income tax rebate it be pays more than 3.5 percent of family income in property taxes. The new circuit breakers would be: zero, if norme is up to \$5,000 a year; one percent where income is \$5,001 to \$5,000; 2 percent where income is \$5,001 to \$5,000; 2 percent where income is \$7,001 or more. When all the snowflakes have failen, the bottom line effect is expected to be a \$225 million tax cut.

FAUST, AS Senate majority leader, used an unu

FAUST, AS Senate majority leader, used an unu-saui ananever to get the package out of the Senate Finance Committee Wednesday. A 3-2 committee majority favored a "tic-bar" plan whereby both the Legislature's tax plan and the Tisch property tax cut would be reported out together.

Faust appointed himself and Republican Leader Robert VanderLaan of Kentwood to the finance committee. The result was a 4-3 majority for the legislative package without being tied to the Tisch Both houses declined to put the Tisch plan on the

ballot. Shlawassee County Drain Commissioner Robert Tisch, author of the property tax cut plan, de-nounced Faust's move.

nounced Faust's move. If the package plan is adopted May 19, Tisch said he would launch a new petition drive that would not only cut property taxes, but roll back the sales tax to 4 percent. He also threatened to seek revenge against the Michigan Legislature by:

Cutting the salaries of legislators.
Limiting the number of terms for which a legislator could be elected.
Forcing an earlier adjournment of the Legislature.

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#### Deaf group sets meeting

The first board meeting of the Michi-gan Association of the Elderly Hearing Impaired, Inc., will be 9-11:30 a.m. Fri-day at the South East Oakland Voca-tional Education Center. The center is on Delemere street in Royal Oak between Coolidge and Crooks roads south of 14 Mile.

Monday, March 23, 1981

The hearing impaired group is a so-cial service agency serving Wayne, Oakland, Macomb, Monroe, Livingston, St. Clair and Washtenaw counties.

State Rep. Ruth McNamee, R-Bir-mingham, will address the group at 10:30 a.m.



### **Oakland County driving forecast:** 'Roads bumpier, people grumpier' By MIKE SCANLON

Gas tax revenues were off 9.2 percent in the last quarter of 1980 compared to the same period the previous while miles driven statewide declined 9.5 percent last year, Houghten said.

THIS YEAR, the road commission has \$2 million available for local matching funds for construction,

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compared to \$6.2 million in 1979. The result for Oakland County is "cutback man-agement," Houghten said. Half the commission's construction program last year was cancelled, and if revenues continue de-clining, this year's plans may also be affected. Houghten said. He gave a "10 worst" list of areas scheduled for resurfacing last year and cancelled. The list inclide d Green Lake Road from Ponitae Trail to Com-merce Road in West Bloomfield Township and Bloomfield and West Bloomfield township. Cancelled intersection-widening projects last year included 12 Mile and Halstead and Farming-tion and 13 Mile. boli in Farmingon Hills, and For-tia Trail at Green Lake Road fine West Bloomfield Houghten said the commission diesn't "see any significant improvement in funding for several var. Houghten said the county plan to encourage car pooling, called "Share a Ride and Save," can help

pooling, called "Share a Ride and Save," can help offset declining revenues by reducing wear and tear to the roads through fewer vehicles.



Looks like Spring



## The Fashion Show at Renaissance Center.

The looks are in. Looks like Spring, Fabulous fashions from the Renaissance World of Shops, Wednesday, March 25, 12:00 noon and 2:30 p.m. See the fashion event of the season in the fashion showcase of the city. Looks like Spring. At Renaissance Center, Admission free.

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