

HOUSE BILL NO. 6119

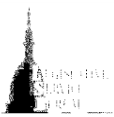
August 17, 2020, Introduced by Reps. Cynthia Neeley and Hernandez and referred to the Committee on Appropriations.

A bill to amend 1985 PA 106, entitled
"State convention facility development act,"
by amending section 10 (MCL 207.630), as amended by 2010 PA 207.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 10. (1) Any money remaining in the convention facility
2 development fund that is not used for the bonds, obligations, or
3 other evidences of indebtedness or other purposes as described in
4 section 9 shall be distributed pursuant to subsection (2).

5 (2) Money in the convention facility development fund shall be



distributed as provided in subsection (4) in the following order of priority in the following amounts:

(a) For each of the following fiscal years, the following amounts shall be distributed to a metropolitan authority created under the regional convention facility authority act, 2008 PA 554, MCL 141.1351 to 141.1379, for the operational deficit costs of a qualified convention facility operated by the authority under that act for purposes authorized under that act:

(i) \$11,000,000.00 each fiscal year for the fiscal years ending September 30, 2010 and September 30, 2011.

(ii) \$9,000,000.00 each fiscal year for the fiscal years ending September 30, 2012 and September 30, 2013.

(iii) \$8,000,000.00 each fiscal year for the fiscal years ending September 30, 2014 and September 30, 2015.

(iv) \$7,000,000.00 for the fiscal year ending September 30, 2016.

(v) \$6,000,000.00 for the fiscal year ending September 30, 2017.

(vi) \$5,000,000.00 each fiscal year for the fiscal years ending September 30, 2018 and September 30, 2019.

(vii) \$5,000,000.00 for the fiscal year ending September 30, 2020.

(viii) \$5,000,000.00 for the fiscal year ending September 30, 2021.

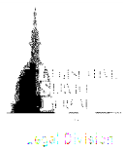
(ix) \$5,000,000.00 for the fiscal year ending September 30, 2022.

(x) \$5,000,000.00 for the fiscal year ending September 30, 2023.



1 (b) For fiscal years ending before October 1, 2009, an amount
2 equal to the difference, if any, between the tax imposed under this
3 act in the preceding state fiscal year that is designated under
4 section 9 to a qualified local governmental unit and the tax
5 imposed under this act that is designated under section 9 in the
6 state fiscal year immediately preceding the preceding state fiscal
7 year for the same local governmental unit shall be distributed to
8 that local governmental unit. This subdivision does not apply
9 unless a tax has been imposed under this act in the entire 2 state
10 fiscal years immediately preceding the state fiscal year in which a
11 distribution under this subdivision is made. Any amount distributed
12 under this subdivision shall be used by the local governmental unit
13 only for the retirement of outstanding bonds, obligations, or other
14 evidences of indebtedness incurred for which distributions under
15 section 9 are pledged. A distribution under this subdivision shall
16 not be made to the extent that the obligations, bonds, or other
17 evidences of indebtedness cannot be retired or are not outstanding.

18 (c) For fiscal years ending before October 1, 2015, an amount
19 equal to that portion of the liquor tax collected under section
20 1207 of the Michigan liquor control code of 1998, 1998 PA 58, MCL
21 436.2207, from licensees in counties in which convention hotels are
22 not located shall be distributed to those counties in which
23 convention hotels are not located in the same proportion that the
24 amount of tax collected under section 1207 of the Michigan liquor
25 control code of 1998, 1998 PA 58, MCL 436.2207, in the preceding
26 state fiscal year from the licensees in a county bears to the total
27 tax collections under section 1207 of the Michigan liquor control
28 code of 1998, 1998 PA 58, MCL 436.2207, in the preceding state
29 fiscal year from all counties in which convention hotels are not



1 located.

2 (d) For fiscal years ending before October 1, 2015, the
3 remaining money available after distributions under subdivisions
4 (a), (b), (c), (g), (h), and (i) shall be distributed to each
5 county in the following amounts:

6 (i) The amount of money available to be distributed under this
7 subdivision multiplied by the percentage of collections in the
8 preceding state fiscal year under section 1207 of the Michigan
9 liquor control code of 1998, 1998 PA 58, MCL 436.2207, from
10 licensees in counties in which convention hotels are not located
11 shall be distributed to each county in which convention hotels are
12 not located in the same proportion that the amount of tax collected
13 pursuant to section 1207 of the Michigan liquor control code of
14 1998, 1998 PA 58, MCL 436.2207, in the preceding state fiscal year
15 from licensees in that county bears to the total tax collections
16 from section 1207 of the Michigan liquor control code of 1998, 1998
17 PA 58, MCL 436.2207, in the preceding state fiscal year from all
18 counties in which convention hotels are not located.

19 (ii) The amount of money available to be distributed under this
20 subdivision multiplied by the percentage of collections in the
21 preceding state fiscal year under section 1207 of the Michigan
22 liquor control code of 1998, 1998 PA 58, MCL 436.2207, from
23 licensees in counties in which convention hotels are located shall
24 be distributed to each county in which convention hotels are
25 located in the same proportion that the amount of tax collected
26 pursuant to section 1207 of the Michigan liquor control code of
27 1998, 1998 PA 58, MCL 436.2207, in the preceding state fiscal year
28 from licensees in that county bears to the total tax collections
29 from section 1207 of the Michigan liquor control code of 1998, 1998



1 PA 58, MCL 436.2207, in the preceding state fiscal year from all
2 counties in which convention hotels are located. However, in the
3 calculation of the proportion represented by a county's share of
4 distributions under this subparagraph, the amount of the tax
5 collected from licensees in the qualified local governmental unit
6 that received distributions under section 9 in fiscal year 2007-
7 2008 shall not be included.

8 (e) For the fiscal year ending September 30, 2016, an amount
9 equal to the product of the total amount of tax collected under
10 section 1207 of the Michigan liquor control code of 1998, 1998 PA
11 58, MCL 436.2207, and distributed to all counties in the 2014-2015
12 fiscal year multiplied by 1.01 shall be distributed to all counties
13 as provided in this subdivision. For fiscal years beginning after
14 September 30, 2016, an amount equal to the product of the amount of
15 liquor tax distributions in the immediately preceding fiscal year
16 multiplied by 1.01, not to exceed the total amount of tax collected
17 under section 1207 of the Michigan liquor control code of 1998,
18 1998 PA 58, MCL 436.2207, shall be distributed to counties.
19 Distributions to each county under this subdivision shall be
20 calculated as follows:

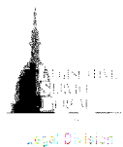
21 (i) The amount of money available to be distributed under this
22 subdivision multiplied by the percentage of collections in the
23 immediately preceding state fiscal year under section 1207 of the
24 Michigan liquor control code of 1998, 1998 PA 58, MCL 436.2207,
25 from licensees in counties in which convention hotels are not
26 located shall be distributed to each county in which convention
27 hotels are not located in the same proportion that the amount of
28 tax collected pursuant to section 1207 of the Michigan liquor
29 control code of 1998, 1998 PA 58, MCL 436.2207, in the immediately



1 preceding state fiscal year from licensees in that county bears to
2 the total tax collections from section 1207 of the Michigan liquor
3 control code of 1998, 1998 PA 58, MCL 436.2207, in the immediately
4 preceding state fiscal year from all counties in which convention
5 hotels are not located.

6 (ii) The amount of money available to be distributed under this
7 subdivision multiplied by the percentage of collections in the
8 immediately preceding state fiscal year under section 1207 of the
9 Michigan liquor control code of 1998, 1998 PA 58, MCL 436.2207,
10 from licensees in counties in which convention hotels are located
11 shall be distributed to each county in which convention hotels are
12 located in the same proportion that the amount of tax collected
13 pursuant to section 1207 of the Michigan liquor control code of
14 1998, 1998 PA 58, MCL 436.2207, in the immediately preceding state
15 fiscal year from licensees in that county bears to the total tax
16 collections from section 1207 of the Michigan liquor control code
17 of 1998, 1998 PA 58, MCL 436.2207, in the immediately preceding
18 state fiscal year from all counties in which convention hotels are
19 located. However, in the calculation of the proportion represented
20 by a county's share of distributions under this subparagraph, the
21 amount of the tax collected from licensees in the qualified local
22 governmental unit that received distributions under section 9 in
23 the 2007-2008 state fiscal year shall not be included.

24 (f) Beginning with the fiscal year ending on September 30,
25 2016, and each fiscal year thereafter, if the revenue in the
26 convention facility development fund exceeds the amounts
27 distributed under section 9 and the distributions under subdivision
28 (e), the excess shall be distributed to a qualified local
29 governmental unit that is a metropolitan authority to be used by



1 that qualified local governmental unit only for the retirement of
2 outstanding bonds, obligations, or other evidences of indebtedness
3 incurred for which distributions under section 9 are pledged and
4 for a qualified governmental unit that is a metropolitan authority
5 or next for the payment of any unfunded operational deficit costs
6 incurred during the prior fiscal year by a metropolitan authority
7 created under the regional convention facility authority act, 2008
8 PA 554, MCL 141.1351 to 141.1379, for the operation of a qualified
9 convention facility under that act.

10 (g) For the fiscal year ending September 30, 2009,
11 \$9,400,000.00 shall be distributed to a metropolitan authority
12 created under the regional convention facility authority act, 2008
13 PA 554, MCL 141.1351 to 141.1379, for the costs incurred by the
14 authority for the implementation of that act, creation of the
15 authority, and transfer or lease of a qualified convention facility
16 to the authority, and other costs relating to the management,
17 operation, and development of a qualified convention facility.

18 (h) For the fiscal year ending September 30, 2009,
19 \$6,600,000.00 shall be distributed to the general fund of this
20 state.

21 (i) For the fiscal year ending September 30, 2010,
22 \$5,000,000.00 shall be distributed to the general fund of this
23 state and shall be expended in the fiscal year ending September 30,
24 2011.

25 (3) A distribution to a county pursuant to this section shall
26 be included for purposes of the calculations required to be made by
27 section 24e of the general property tax act, 1893 PA 206, MCL
28 211.24e. If the governing body of a taxing unit approves the
29 additional millage rate under section 24e of the general property



1 tax act, 1893 PA 206, MCL 211.24e, which is due to distributions
2 pursuant to this section, then an amount equal to 50% of the
3 distribution under this section shall be used for substance abuse
4 treatment within the taxing unit.

5 (4) Beginning October 1, 2007 and each year thereafter, from
6 the revenue collected during the previous quarter, after
7 distributing the monthly payments under section 9(1), the state
8 treasurer shall make quarterly distributions under subsection
9 (2)(c) and (d) or under subsection (2)(e) and (f). From the revenue
10 collected in the last quarter of the state fiscal year, the state
11 treasurer shall make the distribution under subsection (2)(a) and
12 (b) prior to any distributions under subsection (2)(c) or (d) or
13 under subsection (2)(e) and (f).

14 (5) **For the fiscal year ending September 30, 2020 only,**
15 **\$10,000,000.00 of the money in the convention facility development**
16 **fund is transferred and must be deposited into the general fund.**

