

**SUBSTITUTE FOR  
HOUSE BILL NO. 6119**

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

8           (a) For each of the following fiscal years, the following  
9 amounts shall be distributed to a metropolitan authority created



1 under the regional convention facility authority act, 2008 PA 554,  
2 MCL 141.1351 to 141.1379, for the operational deficit costs of a  
3 qualified convention facility operated by the authority under that  
4 act for purposes authorized under that act:

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

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

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

11 (iv) \$7,000,000.00 for the fiscal year ending September 30,  
12 2016.

13 (v) \$6,000,000.00 for the fiscal year ending September 30,  
14 2017.

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

17 (vii) \$5,000,000.00 for the fiscal year ending September 30,  
18 2020.

19 (viii) \$5,000,000.00 for the fiscal year ending September 30,  
20 2021.

21 (ix) \$5,000,000.00 for the fiscal year ending September 30,  
22 2022.

23 (x) \$5,000,000.00 for the fiscal year ending September 30,  
24 2023.

25 (b) For fiscal years ending before October 1, 2009, an amount  
26 equal to the difference, if any, between the tax imposed under this  
27 act in the preceding state fiscal year that is designated under  
28 section 9 to a qualified local governmental unit and the tax



1 imposed under this act that is designated under section 9 in the  
2 state fiscal year immediately preceding the preceding state fiscal  
3 year for the same local governmental unit shall be distributed to  
4 that local governmental unit. This subdivision does not apply  
5 unless a tax has been imposed under this act in the entire 2 state  
6 fiscal years immediately preceding the state fiscal year in which a  
7 distribution under this subdivision is made. Any amount distributed  
8 under this subdivision shall be used by the local governmental unit  
9 only for the retirement of outstanding bonds, obligations, or other  
10 evidences of indebtedness incurred for which distributions under  
11 section 9 are pledged. A distribution under this subdivision shall  
12 not be made to the extent that the obligations, bonds, or other  
13 evidences of indebtedness cannot be retired or are not outstanding.

14 (c) For fiscal years ending before October 1, 2015, an amount  
15 equal to that portion of the liquor tax collected under section  
16 1207 of the Michigan liquor control code of 1998, 1998 PA 58, MCL  
17 436.2207, from licensees in counties in which convention hotels are  
18 not located shall be distributed to those counties in which  
19 convention hotels are not located in the same proportion that the  
20 amount of tax collected under section 1207 of the Michigan liquor  
21 control code of 1998, 1998 PA 58, MCL 436.2207, in the preceding  
22 state fiscal year from the licensees in a county bears to the total  
23 tax collections under section 1207 of the Michigan liquor control  
24 code of 1998, 1998 PA 58, MCL 436.2207, in the preceding state  
25 fiscal year from all counties in which convention hotels are not  
26 located.

27 (d) For fiscal years ending before October 1, 2015, the  
28 remaining money available after distributions under subdivisions  
29 (a), (b), (c), (g), (h), and (i) shall be distributed to each



1 county in the following amounts:

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

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



1 collected from licensees in the qualified local governmental unit  
2 that received distributions under section 9 in fiscal year 2007-  
3 2008 shall not be included.

4 (e) For the fiscal year ending September 30, 2016, an amount  
5 equal to the product of the total amount of tax collected under  
6 section 1207 of the Michigan liquor control code of 1998, 1998 PA  
7 58, MCL 436.2207, and distributed to all counties in the 2014-2015  
8 fiscal year multiplied by 1.01 shall be distributed to all counties  
9 as provided in this subdivision. For fiscal years beginning after  
10 September 30, 2016, an amount equal to the product of the amount of  
11 liquor tax distributions in the immediately preceding fiscal year  
12 multiplied by 1.01, not to exceed the total amount of tax collected  
13 under section 1207 of the Michigan liquor control code of 1998,  
14 1998 PA 58, MCL 436.2207, shall be distributed to counties.  
15 Distributions to each county under this subdivision shall be  
16 calculated as follows:

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



1 hotels are not located.

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

20 (f) Beginning with the fiscal year ending on September 30,  
21 2016, and each fiscal year thereafter, if the revenue in the  
22 convention facility development fund exceeds the amounts  
23 distributed under section 9 and the distributions under subdivision  
24 (e), the excess shall be distributed to a qualified local  
25 governmental unit that is a metropolitan authority to be used by  
26 that qualified local governmental unit only for the retirement of  
27 outstanding bonds, obligations, or other evidences of indebtedness  
28 incurred for which distributions under section 9 are pledged and  
29 for a qualified governmental unit that is a metropolitan authority



1 or next for the payment of any unfunded operational deficit costs  
2 incurred during the prior fiscal year by a metropolitan authority  
3 created under the regional convention facility authority act, 2008  
4 PA 554, MCL 141.1351 to 141.1379, for the operation of a qualified  
5 convention facility under that act.

6 (g) For the fiscal year ending September 30, 2009,  
7 \$9,400,000.00 shall be distributed to a metropolitan authority  
8 created under the regional convention facility authority act, 2008  
9 PA 554, MCL 141.1351 to 141.1379, for the costs incurred by the  
10 authority for the implementation of that act, creation of the  
11 authority, and transfer or lease of a qualified convention facility  
12 to the authority, and other costs relating to the management,  
13 operation, and development of a qualified convention facility.

14 (h) For the fiscal year ending September 30, 2009,  
15 \$6,600,000.00 shall be distributed to the general fund of this  
16 state.

17 (i) For the fiscal year ending September 30, 2010,  
18 \$5,000,000.00 shall be distributed to the general fund of this  
19 state and shall be expended in the fiscal year ending September 30,  
20 2011.

21 (3) A distribution to a county pursuant to this section shall  
22 be included for purposes of the calculations required to be made by  
23 section 24e of the general property tax act, 1893 PA 206, MCL  
24 211.24e. If the governing body of a taxing unit approves the  
25 additional millage rate under section 24e of the general property  
26 tax act, 1893 PA 206, MCL 211.24e, which is due to distributions  
27 pursuant to this section, then an amount equal to 50% of the  
28 distribution under this section shall be used for substance abuse  
29 treatment within the taxing unit.



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

10           **(5) For the fiscal year ending September 30, 2020 only, prior**  
11 **to the distributions required under subsection (2)(f),**  
12 **\$10,000,000.00 of the money in the convention facility development**  
13 **fund is transferred and must be deposited into the general fund.**

