



# HOUSE BILL No. 6348

September 6, 2018, Introduced by Rep. VerHeulen and referred to the Committee on Appropriations.

A bill to amend 2014 PA 86, entitled  
"Local community stabilization authority act,"  
by amending section 17 (MCL 123.1357), as amended by 2018 PA 248,  
and by adding section 17a.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 17. (1) The legislature shall appropriate funds for all  
2 of the following purposes:

3       (a) For fiscal year 2014-2015 and fiscal year 2015-2016, to  
4 the authority, an amount equal to all debt loss for municipalities  
5 that are not a local school district, intermediate school district,  
6 or tax increment finance authority, an amount equal to all school  
7 debt loss for municipalities that are a local school district or  
8 intermediate school district, and an amount equal to all tax  
9 increment small taxpayer loss for municipalities that are a tax  
10 increment finance authority. Funds appropriated under this

1 subdivision for fiscal year 2015-2016 may be used to pay a  
2 corrected tax increment small taxpayer exemption loss for 2014 if a  
3 tax increment finance authority submits before June 1, 2016 a  
4 correction to a report that was filed under section 16a before  
5 October 1, 2014.

6 (b) For fiscal year 2014-2015 through fiscal year 2018-2019 an  
7 amount equal to the necessary expenses incurred by the department  
8 in implementing this act.

9 (c) Beginning in fiscal year 2019-2020 and each fiscal year  
10 thereafter, an amount equal to the necessary expenses incurred by  
11 the authority and the department in implementing this act.

12 (2) In fiscal year 2014-2015 and fiscal year 2015-2016, the  
13 authority shall distribute to municipalities those funds  
14 appropriated under subsection (1)(a). However, in fiscal year 2014-  
15 2015, if the authority is not able to make the distribution under  
16 this subsection, the department shall make the distribution under  
17 this subsection on behalf of the authority.

18 (3) For calendar years 2014 and 2015, the authority shall  
19 distribute local community stabilization share revenue to each city  
20 in an amount determined by multiplying the sum of the local  
21 community stabilization share revenue for the calendar years and  
22 the amounts calculated under section 14(3)(e) and (f) by a  
23 fraction, the numerator of which is that city's amount calculated  
24 under section 14(3)(d) and the denominator of which is the total  
25 amount calculated under section 14(3)(d), and subtracting from the  
26 result each city's amounts calculated under section 14(3)(e) and  
27 (f).

1           (4) Beginning for calendar year 2016, the authority shall  
2 distribute local community stabilization share revenue as follows  
3 in the following order of priority:

4           (a) The authority shall distribute to each municipality an  
5 amount equal to all of the following:

6           (i) 100% of that municipality's school debt loss in the  
7 current year as calculated under section 13(4) and 100% of its  
8 amount calculated under section 15.

9           (ii) 100% of that municipality's amount calculated under  
10 section 16.

11           (iii) 100% of that municipality's school operating loss not  
12 reimbursed by the school aid fund in the current year, calculated  
13 by multiplying the operating millage rate reported under section  
14 13(4) or the operating millage rate calculated under section 13(5)  
15 by the local school district's personal property exemption loss for  
16 the personal property subject to the respective millage reimbursed  
17 under this subparagraph.

18           (iv) 100% of the amount calculated in section 14(2). For  
19 calendar years 2016 and 2017 only, however, the amount distributed  
20 to a municipality under this subparagraph shall not exceed the  
21 amount calculated in section 14(1)(d). For all calendar years, all  
22 distributions under this subparagraph shall be used to fund  
23 essential services.

24           (v) For a municipality that is a tax increment finance  
25 authority, 100% of its amount calculated under section 16a(2), as  
26 confirmed or adjusted by the department. For calculations made  
27 under section 16a(2), as modified by section 16b(2), in calendar

1 years 2016 and 2017 only, amounts claimed for increased captured  
2 value shall be included as claimed.

3 (vi) 100% of that municipality's amount calculated under  
4 section 14(4).

5 (b) Beginning for calendar year 2021, after the distributions  
6 under subdivision (a), and subject to subparagraph (viii), the  
7 authority shall distribute an amount equal to 15% of the total  
8 qualified loss for the current calendar year to each municipality  
9 that is not a local school district, intermediate school district,  
10 or tax increment finance authority in an amount determined as  
11 follows:

12 (i) Calculate the total acquisition cost of all eligible  
13 personal property in the municipality.

14 (ii) Multiply the result of the calculation in subparagraph  
15 (i) by each individual millage levied by the municipality as  
16 calculated under section 13(5) that is not used to calculate a  
17 distribution under subdivision (a) (i) to (iv).

18 (iii) Divide the sum of the amounts calculated under  
19 subparagraph (ii) for all municipalities subject to the calculation  
20 by total qualified loss.

21 (iv) Multiply the result of the calculation in subparagraph  
22 (iii) by the difference between the amount calculated under section  
23 16a(2) for captured taxes for each individual millage levied by the  
24 municipality not including taxes attributable to increased captured  
25 value and the subtraction amounts calculated under section  
26 14(2) (d), (2) (f), and (4) (d) for that millage.

27 (v) Subtract from the amount calculated under subparagraph

1 (ii) the amount calculated under subparagraph (iv) for the  
2 individual millage levied.

3 (vi) Divide the result of the calculation in subparagraph (v)  
4 by the sum of the calculation under subparagraph (v) for all  
5 millages for all municipalities.

6 (vii) Multiply the result of the calculation in subparagraph  
7 (vi) by the amount to be distributed under this subdivision.

8 (viii) For calendar year 2022, and each calendar year  
9 thereafter, the percentage amount described in this subdivision  
10 shall be increased an additional 5% each year, not to exceed 100%.

11 (c) For calendar years 2016 and 2017, after the distributions  
12 in subdivision (a), the authority shall distribute the remaining  
13 balance of the local community stabilization share fund for a  
14 calendar year to each municipality in an amount determined by  
15 multiplying the remaining balance by a fraction, the numerator of  
16 which is that municipality's qualified loss and the denominator of  
17 which is the total qualified loss. Beginning for calendar year  
18 2018, after the distributions in subdivisions (a) and (b), the  
19 authority shall distribute local community stabilization share  
20 revenue under this subdivision to each municipality in an amount  
21 determined by multiplying total qualified loss minus the total  
22 amount distributed in subdivision (b) for a calendar year by a  
23 fraction, the numerator of which is that municipality's qualified  
24 loss and the denominator of which is the total qualified loss.

25 (d) After the distributions under subdivisions (a) to (c),  
26 beginning for calendar year 2018, the department shall adjust the  
27 amounts calculated under subdivisions (b) and (c) for a

1 municipality that is a county, township, village, city, or  
2 community college district by the amount of any overpayment to that  
3 municipality under those subdivisions for that calendar year and  
4 the authority shall distribute the following:

5 (i) To a municipality, the amount of any underpayment  
6 calculated under subsection (5) for calendar years after 2016.

7 (ii) A total of \$13,600,000.00 to municipalities with state  
8 facilities under 1977 PA 289, MCL 141.951 to 141.956. The  
9 department of licensing and regulatory affairs shall certify to the  
10 department the amount to be paid to each municipality under this  
11 subparagraph.

12 (e) ~~Except as otherwise provided in this subdivision, after~~  
13 **AFTER** the distributions under subdivisions (a) to (d), the  
14 authority shall distribute **A PERCENTAGE OF** the remaining balance of  
15 the local community stabilization share fund for the calendar year,  
16 **NOT INCLUDING REPAID OVERPAYMENT AMOUNTS AND YEAR-END BALANCES FROM**  
17 **PRIOR YEARS UNDER THIS SECTION, PLUS ALL REPAID OVERPAYMENT AMOUNTS**  
18 **AND YEAR-END BALANCES FROM PRIOR YEARS UNDER THIS SECTION** to each  
19 municipality that is a county, township, village, city, or  
20 community college district in an amount determined **UNDER THIS**  
21 **SUBDIVISION. THE PERCENTAGE OF THAT REMAINING BALANCE TO BE**  
22 **DISTRIBUTED UNDER THIS SUBDIVISION IS 100% FOR CALENDAR YEAR 2018,**  
23 **90% FOR CALENDAR YEAR 2019, 80% FOR CALENDAR YEAR 2020, 70% FOR**  
24 **CALENDAR YEAR 2021, 60% FOR CALENDAR YEAR 2022, AND 50% FOR**  
25 **CALENDAR YEAR 2023 AND EACH CALENDAR YEAR THEREAFTER. OF EACH**  
26 **YEAR'S PERCENTAGE OF THE REMAINING BALANCE TO BE DISTRIBUTED UNDER**  
27 **THIS SUBDIVISION, 30% SHALL BE DISTRIBUTED TO COUNTIES, 5% TO**

1 TOWNSHIPS, 2% TO VILLAGES, 48% TO CITIES, AND 15% TO COMMUNITY  
 2 COLLEGE DISTRICTS. FOR EACH OF THOSE CATEGORIES OF MUNICIPALITIES,  
 3 THE AMOUNT TO BE DISTRIBUTED TO AN INDIVIDUAL MUNICIPALITY IN ANY  
 4 GIVEN CATEGORY SHALL BE DETERMINED by multiplying the ~~remaining~~  
 5 ~~balance~~ AMOUNT TO BE DISTRIBUTED TO ALL MUNICIPALITIES IN THAT  
 6 CATEGORY by a fraction, the numerator of which is the sum of that  
 7 INDIVIDUAL municipality's amount received under subdivisions (b),  
 8 (c), and (d), only to the extent that the distribution under  
 9 subdivision (d) is for an underpayment of the current calendar  
 10 year's subdivision (b) or (c) amount, and the overpayment  
 11 adjustment under subdivision (d), and the denominator of which is  
 12 the sum of the total amount distributed to all ~~counties, townships,~~  
 13 ~~villages, cities, and community college districts~~ MUNICIPALITIES IN  
 14 THAT CATEGORY under subdivisions (b), (c), and (d), only to the  
 15 extent that the distribution under subdivision (d) is for an  
 16 underpayment of the current calendar year's subdivision (b) or (c)  
 17 amount, and the total overpayment adjustments for all ~~counties,~~  
 18 ~~townships, villages, cities, and community college districts~~  
 19 MUNICIPALITIES IN THAT CATEGORY under subdivision (d). For any  
 20 municipality that, in total, was overpaid under subdivisions (a),  
 21 (b), and (c), the distribution under this subdivision, which for  
 22 purposes of this calculation for any municipality other than a  
 23 county, township, village, city, or community college district  
 24 shall be \$0, shall be reduced by any positive amount determined by  
 25 subtracting the corrected amounts under subdivisions (a) to (c) for  
 26 that municipality from the distributed amounts under subdivisions  
 27 (a) to (c) for that municipality and subtracting \$10,000.00. If the

1 resulting distribution amount is negative, the municipality has  
2 been overpaid for the year by the amount of the negative balance.  
3 The municipality shall pay to the authority the amount of the  
4 overpayment in 3 equal annual payments, due by September 20 1 year  
5 following notice of the overpayment and by September 20 of the  
6 subsequent 2 years. A municipality may pay the amount of the  
7 overpayment at any time during the 3-year period. If a municipality  
8 fails to repay the amount of the overpayment as provided in this  
9 subdivision, the authority shall add interest to the entire amount  
10 of the original overpayment from the date of notice of the  
11 overpayment and may reduce subsequent distributions to the  
12 municipality under this section to recover the outstanding balance  
13 of the overpayment and interest. Interest added under this  
14 subdivision shall be at the rate determined under section 23 of  
15 1941 PA 122, MCL 205.23. Any overpayment amounts repaid to the  
16 authority under this subdivision by September 30 of each year shall  
17 be added to the local community stabilization share revenue  
18 available for distribution **UNDER THIS SECTION** for the calendar  
19 year. If reductions to distributions calculated under this section  
20 result in the authority having a year-end balance of local  
21 community stabilization share revenue **ORIGINALLY CALCULATED FOR**  
22 **DISTRIBUTION UNDER THIS SECTION**, that revenue shall be added to the  
23 local community stabilization share revenue available for  
24 distribution **UNDER THIS SECTION** for the subsequent calendar year.

25 (5) The department and authority shall administer overpayments  
26 and underpayments as follows:

27 (a) For calendar years before 2016, if a municipality received



1 an overpayment under this section due to an error in reporting or  
2 calculation, the authority may reduce a subsequent payment to the  
3 municipality or bill the municipality to recover the overpayment.

4 (b) Before November 7, 2017, the department shall recalculate  
5 2016 payments to correct any errors in reporting under section  
6 13(3) or (4) and any calculation errors made by the department, and  
7 adjust the 2017 payment to each municipality for any change in its  
8 2016 payment.

9 (c) For calendar year 2018, for any errors in reporting under  
10 section 13(3) or (4) in calendar year 2017 or 2018, any calculation  
11 errors made by the department in calendar year 2017 or 2018, or any  
12 prior year error adjustment used in the calculation of the calendar  
13 year 2017 distributions, that resulted in an underpayment or  
14 overpayment under this section to a municipality for the prior  
15 calendar year or current calendar year, the department shall  
16 calculate the amount of underpayment or overpayment. For each  
17 municipality, the department shall add together the calendar year  
18 2016 and calendar year 2017 underpayment and overpayment amounts.  
19 If a municipality has a net underpayment for calendar years 2016  
20 and 2017, the amount of the net underpayment shall be added to the  
21 calendar year 2018 underpayment or overpayment amount for that  
22 municipality. If a municipality has a net overpayment for calendar  
23 years 2016 and 2017, the amount of the net overpayment shall be  
24 excused by the authority and shall not be added to the calendar  
25 year 2018 underpayment or overpayment amount for that municipality.  
26 The following apply to determining underpayment or overpayment  
27 amounts:

1 (i) For calendar year 2016, the underpayment or overpayment of  
2 a municipality's qualified loss shall be calculated by multiplying  
3 the municipality's qualified loss by 261.3820%.

4 (ii) For calendar year 2017, the underpayment or overpayment  
5 of a municipality's qualified loss shall be calculated by  
6 multiplying the municipality's qualified loss by 292.4677%.

7 (d) Beginning for calendar year 2019, for any errors in  
8 reporting under section 13(3) or (4), and for any calculation  
9 errors made by the department, that resulted in an underpayment or  
10 overpayment under this section to a municipality for the current  
11 calendar year, the department shall calculate the amount of  
12 underpayment or overpayment. A calculation made under this  
13 subdivision shall not recalculate a prior year payment.

14 (e) Except as provided in subsection (6), any underpayment  
15 **UNDER THIS SECTION** shall be paid to the municipality as provided in  
16 subsection (4)(d). Any underpayment amount **UNDER THIS SECTION**  
17 determined by the department to be the fault of that municipality,  
18 by either the municipality reporting inaccurate information or  
19 filing information after the reporting due dates, shall not be  
20 included in any payment made under subsection (4)(d) or (6).

21 (f) For any overpayment **UNDER THIS SECTION** for which the state  
22 treasurer determines that the municipality was at fault and acted  
23 in bad faith, the department may calculate the amount of the  
24 overpayment for all years to which the bad faith applied without  
25 any adjustment and the municipality shall immediately repay the  
26 amount of the overpayment and interest to the authority within 30  
27 days following notice of the overpayment. If a municipality fails

1 to repay the amount of the overpayment and interest to the  
2 authority, the authority shall reduce subsequent payments to the  
3 municipality under this section to recover the outstanding balance  
4 of the overpayment and interest. Interest added under this  
5 subsection shall be at the rate determined under section 23 of 1941  
6 PA 122, MCL 205.23. Any overpayment amounts repaid to the authority  
7 under this subsection by September 30 of each year shall be added  
8 to the local community stabilization share revenue available for  
9 distribution **UNDER THIS SECTION** for the calendar year. Any  
10 reduction of subsequent payments due to municipalities failing to  
11 repay the amount of the overpayment and interest shall be added to  
12 the local community stabilization share revenue available for  
13 distribution **UNDER THIS SECTION** for the subsequent calendar year.

14 (6) If a municipality received an underpayment under this  
15 section of \$500,000.00 or more for calendar year 2017 due to an  
16 error in reporting under section 13(3) or (4), or a calculation  
17 error made by the department, including a prior year error  
18 adjustment used in the calculation of the calendar year 2017  
19 distributions, the municipality may notify the department of any  
20 errors identified by providing substantiating documentation to  
21 support an adjustment to the payment amount by August 1, 2018. Upon  
22 the department's review of the substantiating documentation and  
23 verification of the errors, the department shall calculate an  
24 underpayment amount in accordance with subsection (5)(c). The  
25 underpayment amount shall be calculated using the appropriate  
26 proration factor provided for under subsection (5)(c). The  
27 department shall determine if the substantiating documentation is

1 sufficient. The department shall notify the authority to make an  
2 advance 2018 payment to the municipality for the amount of the 2017  
3 underpayment. The advance payment shall be deducted from the  
4 municipality's payment for calendar year 2018 that includes the  
5 distribution under subsection (4) (d).

6 (7) For payments received **UNDER THIS SECTION** beginning October  
7 20, 2018, a municipality shall do all of the following:

8 (a) Allocate payments received, up to 100% reimbursement,  
9 under this section based on the portion of the municipality's  
10 payment attributable to each millage levied by the municipality.  
11 The portion of the payment allocated to each millage other than the  
12 general operating millage shall be considered restricted and  
13 recorded by the municipality in the same manner as the millage  
14 levied. As used in this subsection, "100% reimbursement" means the  
15 amounts received under subsection (4) (a), (b), (c), and (d) (i),  
16 only to the extent that the distribution under subsection (4) (d) (i)  
17 is for an underpayment of the current calendar year's subsection  
18 (4) (a), (b), or (c) amount.

19 (b) For millage levied by a county under section 20b of 1909  
20 PA 283, MCL 224.20b, the governing bodies of the cities and  
21 villages in the county and the board of county road commissioners  
22 shall agree to a formula that allocates a portion of the payments  
23 under this section to each city and village based on the city and  
24 village share of the losses and acquisition cost used to calculate  
25 the payment to the county described in this subdivision and each  
26 city's and village's portion of that share. The formula once  
27 established will be in effect until the effective date of any

1 subsequent agreement. If the governing bodies of the cities and  
2 villages and the board of county road commissioners described in  
3 this subdivision do not agree on a formula by March 31 following  
4 the receipt of the subsection (8)(b) payment, the department may  
5 prescribe a formula for allocating the payments under this section.

6 (c) Payments under this section, except for the payments under  
7 subsection (4)(d)(ii), to a municipality that is participating in  
8 an intergovernmental conditional transfer by contract under 1984 PA  
9 425, MCL 124.21 to 124.30, or any other interlocal agreement that  
10 provides for a millage-based sharing of revenue, shall be allocated  
11 between the parties based on the proportionate share of the payment  
12 as it is attributable to the area subject to the agreement.

13 (8) The authority shall make the payments required by  
14 subsection (3) not later than June 20, 2016, payments required by  
15 subsection (6) not later than October 20, 2018, and payments  
16 required by subsection (4) not later than on the following dates:

17 (a) Except as provided in subdivision (d), for county  
18 allocated millage, November 20, 2017, and thereafter October 20 of  
19 the year the millage is levied.

20 (b) Except as provided in subdivision (d), for county extra-  
21 voted millage, township millage, and other millages levied 100% in  
22 December of a year, February 20 of the following year.

23 (c) Except as provided in subdivision (d), for other millages,  
24 November 20, 2017, and thereafter October 20 of the year the  
25 millage is levied.

26 (d) Payment under subsection (4)(d)(i) and (e) shall be made  
27 on May 20 of the year following the calendar year for which the

1 payments are calculated.

2 (e) Payment under subsection (4) (d) (ii) shall be made on  
3 November 30 every year.

4 (9) If the authority has insufficient funds to make the  
5 payments on the dates required in subsection (8) **OR SECTION 17A(2)**,  
6 the department shall advance to the authority the amount necessary  
7 for the authority to make the required payments. The authority  
8 shall repay the advance to the department from the local community  
9 stabilization share.

10 (10) For each fiscal year from fiscal year 2015-2016 through  
11 fiscal year 2018-2019, the authority may use up to \$300,000.00 of  
12 the local community stabilization share revenue for purposes  
13 consistent with implementing and administering this act.

14 (11) The authority shall distribute local community  
15 stabilization share revenue under this section **AND SECTION 17A** as  
16 follows:

17 (a) From fiscal year 2015-2016 local community stabilization  
18 share revenue, \$19,200,000.00 for calendar years 2014 and 2015 and  
19 \$76,900,000.00 for calendar year 2016.

20 (b) From fiscal year 2016-2017 local community stabilization  
21 share revenue, \$297,400,000.00 for calendar year 2016 and  
22 \$83,200,000.00 for calendar year 2017.

23 (c) From fiscal year 2017-2018 local community stabilization  
24 share revenue, \$321,500,000.00 for calendar year 2017 and  
25 \$89,000,000.00 for calendar year 2018.

26 (d) From fiscal year 2018-2019 local community stabilization  
27 share revenue, \$341,800,000.00 for calendar year 2018 and

1 \$95,900,000.00 for calendar year 2019.

2 (e) From fiscal year 2019-2020 local community stabilization  
3 share revenue, \$364,500,000.00 for calendar year 2019 and  
4 \$101,400,000.00 for calendar year 2020.

5 (f) From fiscal year 2020-2021 local community stabilization  
6 share revenue, \$383,500,000.00 for calendar year 2020 and  
7 \$108,000,000.00 for calendar year 2021.

8 (g) From fiscal year 2021-2022 local community stabilization  
9 share revenue, \$405,700,000.00 for calendar year 2021 and  
10 \$115,600,000.00 for calendar year 2022.

11 (h) From fiscal year 2022-2023 local community stabilization  
12 share revenue, \$428,300,000.00 for calendar year 2022 and  
13 \$119,700,000.00 for calendar year 2023.

14 (i) From fiscal year 2023-2024 local community stabilization  
15 share revenue, \$438,900,000.00 for calendar year 2023 and  
16 \$122,800,000.00 for calendar year 2024.

17 (j) From fiscal year 2024-2025 local community stabilization  
18 share revenue, \$445,800,000.00 for calendar year 2024 and  
19 \$124,000,000.00 for calendar year 2025.

20 (k) From fiscal year 2025-2026 local community stabilization  
21 share revenue, \$447,100,000.00 for calendar year 2025 and  
22 \$124,300,000.00 for calendar year 2026.

23 (l) From fiscal year 2026-2027 local community stabilization  
24 share revenue, \$447,700,000.00 for calendar year 2026 and  
25 \$124,500,000.00 for calendar year 2027.

26 (m) From fiscal year 2027-2028 local community stabilization  
27 share revenue, \$448,000,000.00 for calendar year 2027 and

1 \$124,600,000.00 for calendar year 2028.

2 (n) From the local community stabilization share revenue for  
3 fiscal year 2028-2029 and each fiscal year thereafter, the  
4 authority shall increase the prior fiscal year's 2 distribution  
5 amounts under this subsection by the personal property growth  
6 factor, the first amount for the calendar year in which the fiscal  
7 year begins and the second amount for the calendar year in which  
8 the fiscal year ends. As used in this subdivision, "personal  
9 property growth factor" means that term as defined in section 2c of  
10 the use tax act, 1937 PA 94, MCL 205.92c.

11 **SEC. 17A. (1) AFTER THE DISTRIBUTIONS UNDER SECTION 17(4) (A)**  
12 **TO (E), THE AUTHORITY SHALL FIRST DISTRIBUTE ANY PRIOR YEAR**  
13 **UNDERPAYMENT ADJUSTMENT AMOUNT UNDER THIS SECTION AS CALCULATED BY**  
14 **THE DEPARTMENT AND THEN DISTRIBUTE THE REMAINING BALANCE OF THE**  
15 **LOCAL COMMUNITY STABILIZATION SHARE FUND FOR THE CALENDAR YEAR IN**  
16 **ACCORDANCE WITH SUBDIVISIONS (A) TO (E), WITH PAYMENTS ADJUSTED BY**  
17 **THE DEPARTMENT AS NECESSARY TO ACCOUNT FOR ANY PRIOR YEAR**  
18 **OVERPAYMENT UNDER THIS SECTION, SUBJECT TO SUBDIVISIONS (F) AND**  
19 **(G), AS FOLLOWS:**

20 (A) DISTRIBUTE AN AMOUNT EQUAL TO 30% OF THE REMAINING BALANCE  
21 TO COUNTIES, EACH COUNTY'S SHARE IN PROPORTION TO ITS POPULATION AS  
22 A PERCENTAGE OF THE TOTAL POPULATION OF ALL COUNTIES.

23 (B) DISTRIBUTE AN AMOUNT EQUAL TO 48% OF THE REMAINING BALANCE  
24 TO CITIES, EACH CITY'S SHARE IN PROPORTION TO ITS POPULATION AS A  
25 PERCENTAGE OF THE TOTAL POPULATION OF ALL CITIES.

26 (C) DISTRIBUTE AN AMOUNT EQUAL TO 2% OF THE REMAINING BALANCE  
27 TO VILLAGES, EACH VILLAGE'S SHARE IN PROPORTION TO ITS POPULATION



1 AS A PERCENTAGE OF THE TOTAL POPULATION OF ALL VILLAGES.

2 (D) DISTRIBUTE AN AMOUNT EQUAL TO 5% OF THE REMAINING BALANCE  
3 TO TOWNSHIPS, EACH TOWNSHIP'S SHARE IN PROPORTION TO ITS POPULATION  
4 AS A PERCENTAGE OF THE TOTAL POPULATION OF ALL TOWNSHIPS.

5 (E) DISTRIBUTE AN AMOUNT EQUAL TO 15% OF THE REMAINING BALANCE  
6 TO COMMUNITY COLLEGES, EACH COMMUNITY COLLEGE'S SHARE IN PROPORTION  
7 TO ITS TOTAL FISCAL YEAR EQUATED STUDENTS AS A PERCENTAGE OF THE  
8 TOTAL FISCAL YEAR EQUATED STUDENTS FOR ALL COMMUNITY COLLEGES.

9 (F) FOR PURPOSES OF SUBDIVISIONS (A) TO (D), POPULATION SHALL  
10 BE DETERMINED IN THE SAME MANNER AS UNDER SECTION 3 OF THE GLENN  
11 STEIL STATE REVENUE SHARING ACT OF 1971, 1971 PA 140, MCL 141.903.  
12 IN ADDITION, ANY CITY OR VILLAGE THAT ACCORDING TO THE MOST RECENT  
13 FEDERAL DECENNIAL CENSUS IS DETERMINED TO HAVE POPULATION IN MORE  
14 THAN 1 COUNTY SHALL BE TREATED AS A SINGLE ENTITY WHEN DETERMINING  
15 THE DISTRIBUTION TO THE CITY OR VILLAGE UNDER THIS SUBPARAGRAPH.

16 (G) FOR PURPOSES OF SUBDIVISION (E), FISCAL YEAR EQUATED  
17 STUDENTS FOR EACH COMMUNITY COLLEGE SHALL BE DETERMINED BY THE  
18 DEPARTMENT OF EDUCATION AS REPORTED IN THE STATE COMMUNITY COLLEGE  
19 DATABASE COMMONLY KNOWN AS THE "ACTIVITIES CLASSIFICATION  
20 STRUCTURE" OR "ACS" DATABASE PURSUANT TO SECTION 217 OF THE STATE  
21 SCHOOL AID ACT OF 1979, 1979 PA 94, MCL 388.1817.

22 (2) THE AUTHORITY SHALL MAKE THE PAYMENTS REQUIRED BY  
23 SUBSECTION (1) NOT LATER THAN MAY 20 OF THE YEAR FOLLOWING THE  
24 CALENDAR YEAR FOR WHICH THE PAYMENTS ARE CALCULATED.