

SENATE BILL No. 83

March 3, 1987, Introduced by Senators BINSFELD, FESSLER, IRWIN,
CROPSEY and MACK and referred to the Committee on State Affairs,
Tourism, and Transportation.

A bill to amend section 25 of Act No. 167 of the Public Acts
of 1933, entitled as amended

"General sales tax act,"

as amended by Act No. 440 of the Public Acts of 1982, being sec-
tion 205.75 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 25 of Act No. 167 of the Public Acts of
2 1933, as amended by Act No. 440 of the Public Acts of 1982, being
3 section 205.75 of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 25. (1) All sums of money received and collected under
6 this act shall be deposited by the department in the state trea-
7 sury to the credit of the general fund, except as provided in
8 this section.

1 (2) Fifteen percent of the collections shall be distributed
2 to cities, villages, and townships pursuant to the state revenue
3 sharing act of 1971, Act No. 140 of the Public Acts of 1971,
4 being sections 141.901 to 141.921 of the Michigan Compiled Laws.

5 (3) Sixty percent of the collections shall be transferred to
6 the state school aid fund created by section 11 of article ~~9~~ IX
7 of the state constitution of 1963 and distributed as provided by
8 law.

9 (4) As used in this subsection, "eligible authorities" and
10 "eligible governmental agencies" mean eligible authorities and
11 eligible governmental agencies as defined in section 10c of Act
12 No. 51 of the Public Acts of 1951, being section 247.660c of the
13 Michigan Compiled Laws. Of the balance of the general sales tax
14 imposed directly or indirectly on fuels sold to propel motor
15 vehicles upon highways, on the sale of motor vehicles, and on the
16 sale of the parts and accessories of motor vehicles by new and
17 used car businesses, used car businesses, accessory dealer busi-
18 nesses, and gasoline station businesses as classified by the
19 department of treasury in the 1977-78 fiscal year and which is
20 remaining after the allocations and distributions are made pursu-
21 ant to subsections (2) and (3), the following amounts shall be
22 deposited in the state treasury and credited to the comprehensive
23 transportation fund as created by law:

24 (a) For the fiscal year ending on September 30, 1978, not
25 less than 23.8% of the remaining balance.

26 (b) For the fiscal year ending on September 30, 1979, not
27 less than 24.3% of the remaining balance.

1 (c) For the fiscal year ending on September 30, 1980, not
2 less than 24.8% of the remaining balance.

3 (d) For the fiscal year ending on September 30, 1981, not
4 less than 26.5% of the remaining balance.

5 (e) For the fiscal year ending on September 30, 1982, not
6 less than 27.9% of the remaining balance.

7 (f) For the fiscal year ending on September 30, 1983,
8 \$25,000,000.00.

9 (g) For the fiscal year ending on September 30, 1984, not
10 less than 46% of the remaining balance, less the amount by which
11 the amount received by eligible authorities and eligible govern-
12 mental agencies in that fiscal year under sections 5 and 18 of
13 the urban mass transportation act of 1964, 49 U.S.C. 1604 and
14 1614, exceeds \$9,000,000.00.

15 (h) For the fiscal year ending on September 30, 1985, and
16 each fiscal year ~~thereafter~~ AFTER 1985, not less than 57% of
17 the remaining balance, less the amount received by eligible
18 authorities and eligible governmental agencies in that fiscal
19 year under sections 5 and 18 of the urban mass transportation act
20 of 1964, 49 U.S.C. 1604 and 1614.

21 (5) Notwithstanding subsection (4), the amount deposited in
22 the state treasury and credited to the comprehensive transporta-
23 tion fund for each fiscal year other than the fiscal year ending
24 September 30, 1983, shall not be less than 27.9% of the balance
25 of the general sales tax imposed directly or indirectly on fuels
26 sold to propel motor vehicles upon highways, on the sale of motor
27 vehicles, and on the sale of the parts and accessories of motor

1 vehicles by new and used car businesses, used car businesses,
2 accessory dealer businesses, and gasoline station businesses as
3 classified by the department of treasury in the 1977-78 fiscal
4 year and which is remaining after the allocations and distribu-
5 tions are made pursuant to subsections (2) and (3).

6 (6) THREE PERCENT OF THE COLLECTIONS OF THE GENERAL SALES
7 TAX IMPOSED ON THE SALE OF MOTOR VEHICLES AND ON THE SALE OF THE
8 PARTS AND ACCESSORIES OF MOTOR VEHICLES BY NEW AND USED CAR BUSI-
9 NESSES, USED CAR BUSINESSES, ACCESSORY DEALER BUSINESSES, AND
10 GASOLINE STATION BUSINESSES AS CLASSIFIED BY THE DEPARTMENT OF
11 TREASURY SHALL BE DEPOSITED IN THE CRITICAL ROADS FUND CREATED IN
12 THE CRITICAL ROADS FOR ECONOMIC DEVELOPMENT ACT.

13 (7) ~~(6)~~ The balance in the state general fund shall be
14 disbursed only on an appropriation or appropriations by the
15 legislature.

16 Section 2. This act shall not take effect unless Senate
17 Bill No. 84 of the 84th Legislature is
18 enacted into law.