

SENATE BILL NO. 629

June 1, 1999, Introduced by Senator STEIL and referred to the
Committee on Appropriations.

A bill to amend 1977 PA 289, entitled

"An act to provide for payments to municipalities for fire protection services received by state facilities; to prescribe the powers and duties of certain state and local agencies and officials; and to authorize the proration of certain appropriations,"
by amending sections 1 and 4 (MCL 141.951 and 141.954).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 1. As used in this act:

2 (a) "Director" means the director of the department of man-
3 agement and budget.

4 (b) "Estimated equalized value" means 50% of the final esti-
5 mated value of a state facility as determined by the director.

6 (c) "Municipality" means a city, village, or township.

7 (d) "State facility" means state owned real property associ-
8 ated with buildings primarily used for office purposes, state
9 prisons, or hospitals, AND institutions of higher education. —

1 ~~and~~ STATE FACILITY DOES NOT INCLUDE state owned ~~real and~~
2 inventory personal property associated with a state proprietary
3 function. ~~, the inventory personal property of which shall be~~
4 ~~valued on the basis of the average monthly inventory for the pre-~~
5 ~~ceding state fiscal year.~~

6 Sec. 4. (1) The amount due the municipality shall be deter-
7 mined by dividing ~~the estimated equalized value of the state~~
8 ~~facilities located in the municipality by the sum of the state~~
9 ~~equalized valuation of the municipality and the estimated equal-~~
10 ~~ized value of the facilities, and multiplying the result by the~~
11 ~~fire protection expenditures of the municipality reported to the~~
12 ~~director pursuant to section 3(2)~~ THE SQUARE FOOTAGE OF THE
13 STATE OWNED FACILITIES IN THAT MUNICIPALITY BY THE SQUARE FOOTAGE
14 OF ALL STATE FACILITIES IN THIS STATE AND MULTIPLYING THE RESULT
15 BY THE AMOUNT APPROPRIATED FOR THIS PURPOSE EACH FISCAL YEAR.

16 (2) EXCEPT AS PROVIDED IN SUBSECTION (4), THE AMOUNT DIS-
17 TRIBUTED TO EACH MUNICIPALITY UNDER SUBSECTION (1) SHALL NOT BE
18 LESS THAN THE AMOUNT DISTRIBUTED TO THAT MUNICIPALITY IN THE
19 IMMEDIATELY PRECEDING FISCAL YEAR, UNLESS THE AMOUNT TO BE DIS-
20 TRIBUTED TO THE MUNICIPALITY IS LESS THAN THE AMOUNT DISTRIBUTED
21 TO THAT MUNICIPALITY IN THE IMMEDIATELY PRECEDING FISCAL YEAR DUE
22 TO A REDUCTION IN THE SQUARE FOOTAGE OF STATE OWNED FACILITIES IN
23 THAT MUNICIPALITY. IF ADDITIONAL FUNDS ARE NEEDED TO MAKE THE
24 DISTRIBUTIONS REQUIRED UNDER THIS SUBSECTION, THE ADDITIONAL
25 FUNDS SHALL BE APPROPRIATED IN A SEPARATE LINE-ITEM APPROPRIATION
26 FROM THE APPROPRIATION DESCRIBED IN SUBSECTION (1).

1 (3) ~~-(2)-~~ A payment shall not be made to a municipality ~~if~~
2 ~~the amount of the payment is less than \$500.00, if the estimated~~
3 ~~equalized value of the state facility in the municipality is less~~
4 ~~than 1% of the amount of the state equalized valuation of the~~
5 ~~municipality, or~~ if the state facility provides its own fire
6 protection.

7 (4) IF THERE IS NO REDUCTION IN THE SQUARE FOOTAGE OF THE
8 STATE OWNED FACILITIES IN THE MUNICIPALITY AND THE AMOUNT DUE TO
9 THE MUNICIPALITY UNDER SUBSECTION (1) IS LESS THAN WHAT WAS DIS-
10 TRIBUTED TO THAT MUNICIPALITY IN THE YEAR IMMEDIATELY PRECEDING
11 THE EFFECTIVE DATE OF THE AMENDATORY ACT THAT ADDED THIS SUBSEC-
12 TION, THE AMOUNT REQUIRED TO BE PAID TO A MUNICIPALITY UNDER SUB-
13 SECTION (2) SHALL BE REDUCED BY THE FOLLOWING PERCENTAGES FOR THE
14 FOLLOWING SPECIFIC YEARS:

15 (A) IN 2000, 20%.

16 (B) IN 2001, 40%.

17 (C) IN 2002, 60%.

18 (D) IN 2003, 80%.

19 (E) IN 2004 AND EACH YEAR AFTER 2004, 100%.