

CASINO DEVELOPMENT ON CONDEMNED LAND



Telephone: (517) 373-8080

Facsimile: (517) 373-5874

www.house.state.mi.us/hfa

FISCAL ANALYSIS

Mitchell Bean, Director

124 N. Capitol Avenue

4-N HOB Lansing, MI

HOUSE BILL 4272 AS INTRODUCED

Sponsor: Rep. Hansen Clarke

House Committee: Gaming and Casino Oversight

COMMITTEE ANALYSIS - 4/23/02

Analyst(s): Steve Stauff

SUMMARY

House Bill 4272 would amend the Michigan Gaming Control and Revenue Act by requiring that a license not be issued or renewed for a casino if the land on which the casino or casino enterprise is proposed to be located or is located was condemned within the past 10 years.

The bill would provide further limitations as to where a casino or casino enterprise may locate. To not issue or renew a casino license may affect wagering tax revenue due the City of Detroit and the State of Michigan. In calendar year 2001 the three Detroit casinos had combined adjusted gross revenues of just over \$1.0 billion. The City of Detroit receives 9.9%, or approximately \$99.0 million of the 2001 gross revenues and the State of Michigan receives 8.1%, or approximately \$81.6 million. These casino wagering tax revenues fund K-12 public education in Michigan, and capital improvement, youth programs, and tax relief in the City of Detroit.

This bill may cause an indeterminate loss of revenue to both the state and the City of Detroit government.