SENATE BILL No. 7

January 10, 2001, Introduced by Senator JOHNSON and referred to the Committee on Farming, Agribusiness and Food Systems.

A bill to amend 1978 PA 361, entitled "Michigan exposition and fairgrounds act," by amending sections 5, 6, and 9 (MCL 285.165, 285.166, and 285.169), as amended by 2000 PA 39.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 5. The control of all land and other property held or
- 2 acquired by the state or its people for the purpose of holding
- 3 and conducting agricultural and industrial fairs and exhibitions
- 4 is vested in the department. HOWEVER, ALL ACTIVITIES CONDUCTED
- 5 ON SUCH LAND OR PROPERTY ARE SUBJECT TO APPLICABLE ORDINANCES IN
- 6 THE JURISDICTION IN WHICH THE LAND OR PROPERTY IS LOCATED,
- 7 INCLUDING ZONING ORDINANCES.
- 8 Sec. 6. (1) The SUBJECT TO SUBSECTION (2), THE department
- 9 shall do all of the following:

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- 1 (a) Conduct an annual state fair and other exhibits or
- 2 events for the purpose of promoting all phases of the economy of
- 3 this state. This fair and the exhibits or events shall encourage
- 4 and demonstrate agricultural, industrial, commercial, and recrea-
- 5 tional pursuits.
- **6** (b) Lease the state exposition and fairgrounds, a portion of
- 7 the state exposition and fairgrounds, or a building on the state
- 8 exposition and fairgrounds for purposes considered by the depart-
- 9 ment to be consistent with the staging of the state fair and
- 10 other exhibits or events. The department may determine and
- 11 impose rental charges and other fees for the use or lease of the
- 12 buildings and grounds or a portion of the buildings and grounds.
- 13 The department may lease properties to private and public organi-
- 14 zations for a period not to exceed 30 years for consideration
- 15 established by the department. The department may grant leases
- 16 for all or a portion of the state exposition and fairgrounds to
- 17 private and public organizations, conditional upon construction
- 18 and improvements according to plans approved by the department to
- 19 be financed by the lessees, for terms not to exceed 30 years.
- 20 The department may grant an extension of the lease term for not
- 21 more than an additional 20 years. The use of the state exposi-
- 22 tion and fairgrounds, a portion of the state exposition and fair-
- 23 grounds, or a building on the state exposition and fairgrounds
- 24 shall not interfere with the preparation for or holding of the
- 25 state fair and other exhibits or events. Land, a building, or
- 26 other property that is leased under this subdivision to a
- 27 for-profit business shall be leased at fair market value. All

- 1 leases and contracts entered into under this act remain valid
- 2 until the expiration of the term of the lease or contract.
- 3 (c) Enter into contracts to conduct the annual state fair,
- 4 exhibits, or other events, at the state exposition and fair-
- 5 grounds that enhance agricultural, industrial, commercial, recre-
- 6 ational, educational, or cultural pursuits or government services
- 7 to citizens.
- 8 (2) THE STATE EXPOSITION AND FAIRGROUNDS OR ANY PORTION OF
- 9 THE STATE EXPOSITION AND FAIRGROUNDS SHALL NOT BE USED AS A MOTOR
- 10 VEHICLE RACETRACK.
- 11 Sec. 9. (1) A state exposition and fairgrounds council is
- 12 established within the department. The council shall consist of
- 13 the following members:
- 14 (a) The director or a designated representative.
- (b) The director of the department of natural resources or a
- 16 designated representative.
- 17 (c) Nine ELEVEN members, not more than 5 6 of whom shall
- 18 be members of the same political party, appointed by the governor
- 19 by and with the consent of the senate. The term of office of
- 20 each member in this subdivision shall be 3 years except that, of
- 21 the members first appointed, 2 shall serve for 1 year, 3 shall
- 22 serve for 2 years, and 4 shall serve for 3 years. THE MEMBERS OF
- 23 THE COUNCIL FIRST APPOINTED TO THE 2 SEATS THAT WERE ADDED BY THE
- 24 AMENDATORY ACT THAT ADDED THIS SENTENCE SHALL SERVE FOR 3 YEARS.
- 25 In case of vacancy, an appointment to fill the vacancy shall be
- 26 made in the same manner as the original appointment for the
- 27 unexpired term. Three members shall be engaged in the

- 1 agriculture industry, 1 member shall represent labor, 2 members
- 2 shall represent business, 1 member shall be from the travel
- 3 industry, 2 MEMBERS SHALL BE LOCAL GOVERNMENT OFFICIALS FROM
- 4 LOCAL UNITS OF GOVERNMENT WITH GEOGRAPHIC BOUNDARIES LESS THAN 5
- 5 MILES FROM THE STATE EXPOSITION AND FAIRGROUNDS, and 2 members
- 6 shall be from the general public.
- 7 (2) Council members shall be paid a per diem compensation
- 8 and receive reimbursement of expenses.
- 9 (3) The council shall select a chairperson and other offi-
- 10 cers from its membership.
- 11 (4) The director and the director of the department of natu-
- 12 ral resources shall not serve as officers of the council.
- 13 (5) The council shall be provided staff assistance by the
- 14 department to carry out its functions and shall meet not less
- 15 than 4 times per year.