SUBSTITUTE FOR HOUSE BILL NO. 6165

A bill to amend 1985 PA 106, entitled "State convention facility development act," by amending section 9 (MCL 207.629), as amended by 1993 PA 58.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 9. (1) On or before the thirtieth day of each month,
- 2 the state treasurer shall make a distribution from the convention
- 3 facility development fund to a qualified local governmental
- 4 unit. The distribution shall be an amount equal to the sum of
- 5 the collections from the excise tax levied for accommodations
- 6 -pursuant to under this act for the previous month from the
- 7 convention hotels in the county in which the convention facility
- 8 is or is to be located and in any county in which convention
- 9 hotels are located that is contiguous to the county in which the
- 10 convention facility is located, or is to be located, and the
- 11 additional -liquor tax -received pursuant to the tourism and

- 1 convention facility promotion tax act, Act No. 107 of the Public
- 2 Acts of 1985, being sections 436.141 to 436.148 of the Michigan
- 3 Compiled Laws imposed under section 1207 of the Michigan liquor
- 4 control code of 1998, 1998 PA 58, MCL 436.2207, for the previous
- 5 month received in the fund. However, distributions for any state
- 6 fiscal year to any qualified local governmental unit shall not
- 7 exceed an amount equal to the amount pledged, assigned, or
- 8 dedicated by the qualified local governmental unit pursuant to
- 9 section 11 for the payment during that state fiscal year of
- 10 bonds, obligations, or other evidences of indebtedness incurred
- 11 for the purposes specified in this act, plus any amount necessary
- 12 to maintain a fully funded debt reserve or other reserves
- 13 intended to secure the principal and interest on the bonds,
- 14 obligations, or other evidences of indebtedness as contained in
- 15 the resolution or ordinance authorizing their issuance.
- 16 (2) Notwithstanding the distributions provided by subsection
- 17 (1), if a local governmental unit becomes a qualified local
- 18 governmental unit entitled to receive distributions from the tax
- 19 imposed by the tourism and convention facility promotion tax
- 20 act, Act No. 107 of the Public Acts of 1985 under section 1207
- 21 of the Michigan liquor control code of 1998, 1998 PA 58, MCL
- 22 436.2207, or from the tax imposed by this act in counties in
- 23 which the convention facility is located or in a county in which
- 24 a convention hotel is located that is contiguous to the county in
- 25 which the convention facility is located, no other qualified
- 26 local governmental unit is entitled to distributions pursuant to
- 27 this section for which that qualified local governmental unit has

- 1 previously become entitled.
- 2 (3) As used in this act, "qualified local governmental unit"
- 3 means a city, village, township, county, or authority that is
- 4 located in a county in which convention hotels are located and
- 5 that either is the owner or lessee of a convention facility with
- 6 350,000 square feet or more of total exhibit space on July 30,
- 7 1985 or, if such a convention facility does not exist, will be
- 8 the owner or lessee of a convention facility with 350,000 square
- 9 feet or more of total exhibit space through the application of
- 10 distributions under this section to the purchase or lease of a
- 11 convention facility.
- 12 (4) Notwithstanding any other provision of this act, after
- 13 the distributions under subsection (1), and before any
- 14 distributions under section 10, for fiscal year 2004-2005 only,
- 15 \$1,075,000.00 shall be distributed to the state sports tourism
- 16 fund.
- 17 (5) The state sports tourism fund is created within the state
- 18 treasury.
- 19 (6) The state treasurer may receive money or other assets
- 20 from any source for deposit into the state sports tourism fund.
- 21 The state treasurer shall direct the investment of the state
- 22 sports tourism fund. The state treasurer shall credit to the
- 23 state sports tourism fund interest and earnings from the state
- 24 sports tourism fund investments.
- 25 (7) Money in the state sports tourism fund at the close of
- 26 the fiscal year shall remain in the state sports tourism fund and
- 27 shall not lapse to the general fund. However, money remaining in

- 1 the fund on September 30, 2006, shall lapse to the convention
- 2 facility development fund.
- 3 (8) The department of treasury shall expend money from the
- state sports tourism fund, upon appropriation, only for grants to
- 5 Super Bowl XL host committee functions related to hosting,
- 6 staging, or execution of Super Bowl XL activities or to reimburse
- a county not more than \$500,000.00 for contributions or grants
- already made to the Super Bowl XL host committee for functions
- 9 related to hosting, staging, or execution of Super Bowl XL
- 10 activities. Money shall not be distributed to the state sports
- 11 tourism fund that impairs obligations, bonds, or other evidences
- 12 of indebtedness issued under this act.