

SENATE 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. The money distributed to the state sports tourism fund
17 described in this subsection shall be deducted from the money
18 described in section 10(2)(a) before any distribution is made
19 under section 10(2)(a).

20 (5) The state sports tourism fund is created within the state
21 treasury.

22 (6) The state treasurer may receive money or other assets
23 from any source for deposit into the state sports tourism fund.
24 The state treasurer shall direct the investment of the state
25 sports tourism fund. The state treasurer shall credit to the
26 state sports tourism fund interest and earnings from the state
27 sports tourism fund investments.

1 (7) Money in the state sports tourism fund at the close of
2 the fiscal year shall remain in the state sports tourism fund and
3 shall not lapse to the general fund. However, money remaining in
4 the fund on September 30, 2006, shall lapse to the convention
5 facility development fund.

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