SENATE BILL No. 611

October 9, 2013, Introduced by Senators KOWALL, HILDENBRAND and WARREN and referred to the Committee on Economic Development.

A bill to amend 1980 PA 395, entitled "Community convention or tourism marketing act," by amending section 5 (MCL 141.875), as amended by 1989 PA 245.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 5. (1) Upon the effective date of an assessment under
- 2 section 3a, each owner of a transient facility in the assessment
- 3 district shall be liable for payment of the assessment, computed by
- 4 multiplying the percentage set forth in the marketing program
 - notice by the aggregate room charges imposed by the transient
- 6 facility during a calendar month. The assessment shall be paid by
- 7 the owner of each such transient facility to the bureau or the
 - person designated by the bureau within 30 days after the end of

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- 1 each calendar month, and shall be accompanied by a statement of
- 2 room charges imposed by the transient facility for that calendar
- 3 month. This act does not prohibit an owner from reimbursing the
- 4 transient facility by adding the assessment imposed under this act
- 5 to room charges payable by transient guests. However, the owner
- 6 shall disclose that the transient facility has been reimbursed for
- 7 the assessment imposed under this act on the bill presented to the
- 8 transient guest.
- 9 (2) A bureau or person designated by the bureau may enter into
- 10 an agreement with a regional tourism marketing organization
- 11 established under the regional tourism marketing act, 1989 PA 244,
- 12 MCL 141.891 TO 141.900, to accept from owners subject to an
- 13 assessment under this act the payment of assessments that are
- 14 levied by a regional marketing organization under section 6 of the
- 15 regional tourism marketing act, 1989 PA 244, MCL 141.896. A bureau
- 16 or the person designated by the bureau shall forward the money
- 17 received in payment of an assessment levied by a regional marketing
- 18 organization under the regional tourism marketing act, 1989 PA 244,
- 19 MCL 141.891 TO 141.900, to the person designated by the regional
- 20 marketing organization to receive the payment of assessments under
- 21 section 6 of the regional tourism marketing act, 1989 PA 244, MCL
- 22 141.896. The bureau may withhold the portion of an assessment
- 23 received on behalf of a regional marketing organization under this
- 24 subsection and section 6 of the regional tourism marketing act,
- 25 1989 PA 244, MCL 141.896, as agreed upon between the bureau and the
- 26 regional marketing organization to reimburse the bureau or person
- 27 designated by the bureau for reasonable administrative costs to

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- 1 receive and forward assessments due a regional marketing
- 2 organization.
- 3 (3) Within 30 days after the close of each calendar quarter,
- 4 each owner within an assessment district shall forward to the
- 5 independent certified public accountants who audit the financial
- 6 statements of the bureau, copies of the state use tax returns of
- 7 the transient facility for the preceding quarter. The copies of the
- 8 state use tax returns shall be used solely by the certified public
- 9 accountants to verify and audit the payment by the owner of the
- 10 assessments under this act, and shall not be disclosed to the
- 11 bureau except as the director determines necessary to enforce this
- **12** act.
- 13 (4) Interest shall be paid by an owner to the bureau on any
- 14 assessments not paid within the time required under this act. The
- 15 interest shall accrue at the rate of 1.5% per month. Owners
- 16 delinquent for more than 90 days in paying assessments, in addition
- 17 to the 1.5% interest, shall pay a delinquency charge of 1.5% per
- 18 month or fraction of a month on the amount of the delinquent
- 19 assessments AND SHALL PAY THE COSTS OF REASONABLE ATTORNEY FEES AND
- 20 COURT COSTS INCURRED IN COLLECTING THE DELINQUENT ASSESSMENTS. The
- 21 IN ADDITION TO ANY OTHER REMEDY PROVIDED BY LAW, THE bureau may sue
- 22 in its own name to collect the assessments, interest, and
- 23 delinquency charges. ALL ASSESSMENTS COLLECTED BUT NOT PAID TO A
- 24 BUREAU BY AN OWNER OF A TRANSIENT FACILITY WITHIN AN ASSESSMENT
- 25 DISTRICT SHALL BE CONSIDERED TRUST FUNDS AND SHALL BE REMITTED TO
- 26 THE BUREAU AS REQUIRED BY THIS SECTION.
- 27 (5) The owner of a transient facility shall not be liable for

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- Senate Bill No. 611 as amended June 10, 2014 payment of an assessment until a marketing program notice has been 1
- mailed to the transient facility of the owner pursuant to section
- 3 3.

[Enacting section 1. This amendatory act takes effect 90 days after the date it is enacted into law.]

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