

SENATE BILL NO. 1193

December 05, 2024, Introduced by Senators SINGH and MOSS and referred to the Committee on Government Operations.

A bill to amend 2019 PA 149, entitled
"Lawful sports betting act,"
by amending sections 14 and 15 (MCL 432.414 and 432.415).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 14. (1) Except for a sports betting operator that is an
2 Indian tribe, a sports betting operator is subject to a tax of ~~8.4%~~
3 **8.5%** on its adjusted gross sports betting receipts received by the
4 sports betting operator.

5 (2) A sports betting operator that is an Indian tribe is
6 subject to the payment requirements under section 7(1)(f).

7 (3) A sports betting operator shall pay the tax or payment, as

1 applicable, under subsection (1) or (2) on a monthly basis. The
 2 payment for each monthly accounting period is due on the tenth day
 3 of the following month.

4 (4) A sports betting operator is not subject to any excise
 5 tax, license tax, privilege tax, occupation tax, or other tax,
 6 payment, or fee imposed exclusively on a sports betting operator or
 7 sports betting operators by the state or any political subdivision
 8 of this state, except as provided in this act. This subsection does
 9 not impair the contractual rights under an existing development
 10 agreement between a city and a sports betting operator that holds a
 11 casino license under the Michigan Gaming Control and Revenue Act,
 12 1996 IL 1, MCL 432.201 to 432.226.

13 (5) In addition to payment of the tax and other fees as
 14 provided in this act, and to any payment required pursuant to an
 15 existing development agreement described in subsection (4), if a
 16 city has imposed a municipal services fee equal to 1.25% on a
 17 casino licensee, the city may charge a 1.25% fee on the adjusted
 18 gross sports betting receipts of a sports betting operator that
 19 holds a casino license under the Michigan Gaming Control and
 20 Revenue Act, 1996 IL 1, MCL 432.201 to 432.226, whose casino is in
 21 that city.

22 Sec. 15. The tax imposed under section 14(1) must be allocated
 23 as follows:

24 (a) ~~Thirty~~**Thirty-one** percent to the city in which the sports
 25 betting operator's casino is located, for use in connection with
 26 the following:

27 (i) The hiring, training, and deployment of street patrol
 28 officers in that city.

29 (ii) Neighborhood development programs designed to create jobs

1 in that city with a focus on blighted neighborhoods.

2 (iii) Public safety programs such as emergency medical services,
3 fire department programs, and street lighting in that city.

4 (iv) Anti-gang and youth development programs in that city.

5 (v) Other programs that are designed to contribute to the
6 improvement of the quality of life in that city.

7 (vi) Relief to the taxpayers of that city from 1 or more taxes
8 or fees imposed by that city.

9 (vii) The costs of capital improvements in that city.

10 (viii) Road repairs and improvements in that city.

11 (b) ~~Sixty-five~~ **Sixty-three point five** percent to this state to
12 be deposited into the fund.

13 (c) Five **point five** percent to the Michigan agriculture equine
14 industry development fund created under section 20 of the horse
15 racing law of 1995, 1995 PA 279, MCL 431.320. However, if the ~~5%~~
16 **5.5%** allocated under this subdivision to the Michigan agriculture
17 equine industry development fund created under section 20 of the
18 horse racing law of 1995, 1995 PA 279, MCL 431.320, exceeds
19 \$3,000,000.00 in a fiscal year, the amount in excess of
20 \$3,000,000.00 must be allocated and deposited in the fund created
21 under section 16.