SENATE BILL NO. 301

February 11, 1999, Introduced by Senator ROGERS and referred to the Committee on Gaming and Casino Oversight.

A bill to require certain local governmental units that approve the construction or operation of a gaming facility by an Indian tribe on land contiguous to or within its boundaries to reimburse surrounding local governmental units for certain costs; to prescribe the powers and duties of certain state and local agencies and officials; and to provide remedies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. This act shall be known and may be cited as the
- 2 "Michigan Indian gaming support services reimbursement act".
- 3 Sec. 2. As used in this act:
- 4 (a) "Department" means the department of treasury.
- 5 (b) "Gaming facility" means a casino or other gaming facil-
- 6 ity authorized and regulated under the Indian gaming regulatory
- 7 act, Public Law 100-497, 102 Stat. 2467.

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- 1 (c) "Local governmental unit" means a political subdivision
- 2 of this state including, but not limited to, a county, city,
- 3 village, or township, if the political subdivision provides local
- 4 governmental services for residents in a geographically limited
- 5 area of this state as its primary purpose and has the power to
- 6 act primarily on behalf of that area.
- 7 (d) "Surrounding local governmental unit" means a local gov-
- 8 ernmental unit other than a local governmental unit that approves
- 9 the construction or operation of a gaming facility as described
- 10 in section 3 and that is located within the limits of the county
- 11 in which the gaming facility is located.
- 12 Sec. 3. (1) A local governmental unit that by resolution or
- 13 ordinance approves the construction or operation of a gaming
- 14 facility on land contiquous to or within its boundaries shall
- 15 reimburse surrounding local governmental units for all of their
- 16 additional actual costs of providing all of the following serv-
- 17 ices arising from or associated with the operation of the gaming
- 18 facility including, but not limited to, the following:
- 19 (a) Any increase in police, court, and other criminal jus-
- 20 tice costs incurred in response to increases in prostitution,
- 21 larceny, burglary, the passing of bad checks, and other social
- 22 ills that accompany gambling.
- 23 (b) Gambling addiction treatment and other mental health
- 24 costs.
- (c) Domestic violence and child abuse prevention.
- 26 (d) Infrastructure required to ease traffic congestion.

- 1 (e) Increased sewer, water, and any other public works
- 2 function.
- 3 (2) Subject to section 5, reimbursement under subsection (1)
- 4 shall be made not more than 6 months after a surrounding local
- 5 governmental unit notifies the local governmental unit in writing
- 6 of the costs and services for which it seeks reimbursement.
- 7 Sec. 4. A local governmental unit that approves the con-
- 8 struction or operation of a gaming facility as described in sec-
- 9 tion 3 shall annually dedicate 10% of the funds it receives under
- 10 the Glenn Steil state revenue sharing act of 1971, 1971 PA 140,
- 11 MCL 141.901 to 141.921, to pay the costs described in section 3.
- 12 However, this section does not limit the liability of a local
- 13 governmental unit for costs described in section 3.
- 14 Sec. 5. A local governmental unit that disputes the amount
- 15 of a claim under section 3 shall, within 30 days of its receipt
- 16 of the claim, notify the surrounding local governmental unit that
- 17 submitted the claim and the department of the specific service
- 18 and cost it disputes. The dispute shall be resolved by arbitra-
- 19 tion described in section 6.
- 20 Sec. 6. The department shall develop an arbitration program
- 21 for the disposition of disputes under section 5. The department
- 22 shall prescribe rules governing the arbitration system under the
- 23 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to
- **24** 24.328.