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## **HOUSE BILL No. 6044**

May 6, 2008, Introduced by Rep. Accavitti and referred to the Committee on Energy and Technology.

A bill to amend 2002 PA 48, entitled

"Metropolitan extension telecommunications rights-of-way oversight act,"

by amending section 11 (MCL 484.3111).

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 11. (1) The authority shall allocate the funding provided
  for fee sharing under section 10(1) as follows:
- 3 (a) 75% to be disbursed to cities and villages in a
- 4 metropolitan area on the basis of the distribution to each city or
- 5 village under section 13 of 1951 PA 51, MCL 247.663, for the most
- 6 recent year as a proportion of the total distribution to all cities
- 7 and villages located in metropolitan areas under section 13 of 1951
- 8 PA 51, MCL 247.663, for the most recent year.
  - (b) 25% to be disbursed to townships in a metropolitan area on the basis of each township's proportionate share of the total
  - linear feet of public rights-of-way occupied by providers within

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- 1 all townships located in metropolitan areas.
- 2 (2) Except as otherwise provided under sections 13 and 14,
- 3 municipalities that are ineligible under section 13 or 14 shall be
- 4 excluded from the computation, allocation, and distribution of
- 5 funding under this section.
- 6 (3) FOR THE ANNUAL PERIOD BEGINNING ON APRIL 1, 2007 AND
- 7 ENDING ON MARCH 31, 2008, THE AUTHORITY SHALL REQUIRE EACH
- 8 PROVIDER, OTHER THAN A CERTIFIED CABLE PROVIDER, TO MAKE A PAYMENT
- 9 NOT LATER THAN 30 DAYS AFTER THE EFFECTIVE DATE OF THE AMENDATORY
- 10 ACT THAT ADDED THIS SUBSECTION EQUAL TO THE TOTAL ANNUAL
- 11 MAINTENANCE FEE DETERMINED BY THE AUTHORITY FOR THE ANNUAL PERIOD
- 12 BEGINNING ON APRIL 1, 2008.
- 13 (4) FOR ANNUAL PERIODS BEGINNING AFTER MARCH 31, 2008, THE
- 14 AUTHORITY SHALL REQUIRE EACH PROVIDER, OTHER THAN A CERTIFIED CABLE
- 15 PROVIDER, TO MAKE QUARTERLY ESTIMATED PAYMENTS AS REQUIRED UNDER
- 16 SUBSECTION (5) OF THE ANNUAL MAINTENANCE FEE REQUIRED UNDER THIS
- 17 ACT.
- 18 (5) THE FIRST 3 QUARTERLY PAYMENTS SHALL BE DUE ON JULY 29,
- 19 OCTOBER 29, AND JANUARY 29 OF EACH YEAR AND SHALL EQUAL 25% OF THE
- 20 TOTAL ANNUAL MAINTENANCE FEE OWED BY THE PROVIDER FOR THE ANNUAL
- 21 PERIOD ENDING THE PRIOR MARCH 31, MINUS ANY CREDITS APPLIED AS
- 22 REQUIRED BY SUBSECTION (8). THE FINAL QUARTERLY PAYMENT SHALL BE
- 23 DUE ON APRIL 29 OF EACH YEAR AND SHALL EQUAL THE TOTAL ANNUAL
- 24 MAINTENANCE FEE DETERMINED BY THE AUTHORITY FOR THE ANNUAL PERIOD
- 25 BEGINNING ON THE PRIOR APRIL 1 MINUS THE 3 QUARTERLY PAYMENTS
- 26 REQUIRED UNDER THIS SUBSECTION.
- 27 (6) FOR PURPOSES OF SECTION 8(2), THE AUTHORITY SHALL NOT BE

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- 1 DEEMED TO HAVE RECEIVED THE ANNUAL MAINTENANCE FEES REQUIRED UNDER
- 2 THIS ACT UNTIL IT HAS RECEIVED ALL QUARTERLY PAYMENTS REQUIRED
- 3 UNDER SUBSECTION (5).
- 4 (7) THE DEPARTMENT OF TREASURY SHALL INVEST THE MAINTENANCE
- 5 FEE PAYMENTS REQUIRED UNDER THIS SECTION, AND THE INTEREST AND
- 6 EARNINGS ACCRUED ON THE PAYMENTS SHALL BE USED BY THE AUTHORITY TO
- 7 FUND THE OPERATING EXPENSES AND ADMINISTRATIVE COSTS OF THE
- 8 AUTHORITY.
- 9 (8) IF THE INTEREST AND EARNINGS ACCRUED ON THE PAYMENTS
- 10 INVESTED UNDER SUBSECTION (7) EXCEED THE AMOUNT NECESSARY TO FUND
- 11 THE OPERATING EXPENSES AND ADMINISTRATIVE COSTS OF THE AUTHORITY,
- 12 THE EXCESS INTEREST AND EARNINGS SHALL BE CREDITED TOWARD THE NEXT
- 13 QUARTERLY PAYMENT REQUIRED UNDER SUBSECTION (5).
- 14 (9) IF THE INTEREST OR EARNINGS ACCRUED ON THE PAYMENTS
- 15 INVESTED UNDER SUBSECTION (7) ARE LESS THAN THE AMOUNT NECESSARY TO
- 16 FUND THE OPERATING EXPENSES AND ADMINISTRATIVE COSTS OF THE
- 17 AUTHORITY, THE AUTHORITY SHALL WITHHOLD FROM THE TOTAL AMOUNT
- 18 AVAILABLE FOR ALLOCATION AND DISBURSEMENT UNDER SUBSECTION (1) AN
- 19 AMOUNT, NOT TO EXCEED 3%, DETERMINED BY THE AUTHORITY AS NECESSARY
- 20 TO FUND THE OPERATING EXPENSES AND ADMINISTRATIVE COSTS OF THE
- 21 AUTHORITY AFTER APPLYING THE INTEREST AND EARNINGS ACCRUED UNDER
- 22 SUBSECTION (7).
- 23 (10) AS USED IN THIS SECTION, "CERTIFIED CABLE PROVIDER" MEANS
- 24 A CABLE PROVIDER THAT HAS MADE A CERTIFICATION UNDER SECTION 8(12).