

Local Government Revenue Sharing Proposal

Key Components:

1. Create a Revenue Sharing Trust Fund and dedicate 8% of the 4% sales tax to statutory revenue sharing.
 - Equals \$591,704,000 based on January 2024 Revenue Estimating Numbers
2. Creates a new funding category that would restore payments to 1091 townships and 44 villages currently not receiving statutory revenue sharing.
 - This payment would come from the dedicated 8% of the 4% sales tax and be made prior to any payments being paid to any CVT or county currently receiving a statutory revenue sharing payment and equal 1% of the total distribution.
 - First year allocation would be \$5,917,040.
 - Results every city, village, township, and county in Michigan receiving a statutory revenue sharing payment.
3. The remaining balance would be distributed to the CVTs and counties currently receiving statutory revenue sharing payments in the same proportion and the FY23/24 budget.
4. Make a one-time payment of \$10,994,700 (2% one-time) specifically designated for local public safety initiatives for both counties and CVTs. These initiatives may include public safety employee recruitment, retention, and training, as well as public safety equipment and infrastructure improvements.

Revenue Sharing Trust Fund: \$591,704,000.

- CVTs: \$312,833,905
 - 52.87% of the total
 - Increase of \$19,298,705 over current fiscal year
- Counties: \$272,953,055
 - 46.13% of the total
 - Increase of \$16,753,955 over current fiscal year
- New CVTs: \$5,917,040
 - 1% of the total

Local Public Safety Initiative: \$10,994,700 (2% one-time)

- CVTs: \$5,870,700
- Counties: \$5,124,000

Total Investment: \$602,698,700

- CVTs: \$318,704,605
- Counties: \$278,077,055
- New CVTs: \$5,917,040

Governor's Proposal

	<i>Gov (On-Going)</i>	<i>Gov (One-Time)</i>	<i>Gov (Total)</i>
<i>CVTs</i>	\$308,212,000	\$8,806,100	\$317,018,100
<i>CVT (Public Safety)</i>	\$0	\$5,870,700	\$5,870,700
<i>Counties</i>	\$269,009,100	\$7,686,000	\$276,695,100
<i>Counties (Public Safety)</i>	\$0	\$5,124,000	\$5,124,000
	<i>Total</i>	<i>Total</i>	<i>Total</i>
	\$577,221,100	\$27,486,800	\$604,707,900

CVT Total: \$322,888,800

Counties Total: \$281,819,100

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	<i>Trust Fund (On-going)</i>	<i>Public Safety Initiative (One-Time)</i>	<i>Revenue Sharing Proposal (Total)</i>
<i>CVTs</i>	\$312,833,905	\$5,870,700	\$318,704,605
<i>Counties</i>	\$272,953,055	\$5,124,000	\$278,077,055
<i>New CVTs</i>	\$5,917,040	\$0	\$5,917,040
	Total	Total	Total
	\$591,704,000	\$10,994,700	\$602,698,700

