

State Revenue Sharing Projected Distribution Rates

Actuals 2000 - 2007

Estimates 2008

Updated 11/09/07

CITIES, VILLAGES, and TOWNSHIPS

COUNTIES

	<u>SALES</u> <u>Constitutional</u> <u>Per Capita</u>	<u>Statutory</u> <u>Payment</u> <u>Percent</u>	<u>FY98</u> <u>Percent</u> <u>Share</u> ⁽¹⁾	<u>Taxable</u> <u>Value</u> ⁽²⁾	<u>Weighted</u> <u>Population</u> ⁽³⁾	<u>Yield</u> <u>Equalization</u> ⁽⁴⁾	<u>SALES</u> <u>Statutory</u> <u>Per Capita</u>
<u>Actuals</u>							
<u>2000</u>							
DEC 30	12.2856		\$53,289,140			15.9%	5.3446
<u>2001</u>							
FEB 28	11.3556		\$46,641,081			14.3%	3.1799
APR 30	11.2727		\$46,074,268			13.8%	1.3168
JUN 30 ⁽⁵⁾	10.3069		\$41,746,872			15.8%	3.6677
AUG 31 ⁽⁵⁾	10.5985		\$48,545,146	4.0123	1.3190	24.9%	3.7716
OCT 31	11.8410		\$47,790,475	1.0295	.3402	17.9%	3.1392
DEC 30	11.6166		\$46,373,530	.9999	.3302	17.4%	4.7756
<u>2002</u>							
FEB 28	11.5566		\$46,006,760	.9920	.3276	17.4%	3.0380
APR 30	10.1161		\$36,938,007	.7965	.2629	15.4%	1.8836
JUN 30	10.0359		\$36,300,432				3.5712
AUG 31	10.3870		\$38,158,856	4.1152	1.3588	24.1%	2.3299
OCT 31	11.9099		\$40,369,805	1.2993	.4306	17.4%	4.2381
DEC 30	11.7824		\$39,621,162	1.2752	.4223	17.4%	4.1170
<u>2003</u>							
FEB 28	11.3529		\$37,357,630	1.2024	.3981	16.9%	2.3263
APR 30	10.0241		\$30,244,941				1.7324
JUN 30	10.4939		\$32,612,503				3.4953
AUG 31	11.0998		\$42,292,291	4.5244	1.4956	48.1%	1.4561
OCT 31	11.1069	26.4274	N/A	N/A	N/A	N/A	3.8934
DEC 30	11.8115	19.6946	N/A	N/A	N/A	N/A	3.6973
<u>2004</u>							
FEB 28	11.3192	17.6289	N/A	N/A	N/A	N/A	2.0502
APR 30	9.0733	7.3419	N/A	N/A	N/A	N/A	1.5289
JUN 30	11.3858	8.3431	N/A	N/A	N/A	N/A	2.8183
AUG 31	11.2422	20.5641	N/A	N/A	N/A	N/A	1.6188
OCT 31	11.7430	22.4777	N/A	N/A	N/A	N/A	0.0
DEC 31	11.1384	20.8013	N/A	N/A	N/A	N/A	0.0
<u>2005</u>							
FEB 28	11.9657	18.4833	N/A	N/A	N/A	N/A	0.0
APR 30	10.5596	8.1966	N/A	N/A	N/A	N/A	0.0
JUN 30	10.1516	9.1722	N/A	N/A	N/A	N/A	0.0
AUG 31	11.9542	21.6092	N/A	N/A	N/A	N/A	0.0
OCT 31	12.0377	22.5086	N/A	N/A	N/A	N/A	0.0
DEC 31	11.6163	20.4050	N/A	N/A	N/A	N/A	0.0
<u>2006</u>							
FEB 28	11.2189	18.4265	N/A	N/A	N/A	N/A	0.0
APR 30	11.3716	7.9365	N/A	N/A	N/A	N/A	0.0
JUN 30	10.1988	9.4175	N/A	N/A	N/A	N/A	0.0
AUG 31	12.2186	21.3059	N/A	N/A	N/A	N/A	0.0
OCT 31	11.9089	22.0359	N/A	N/A	N/A	N/A	0.0
DEC 31	11.6312	19.9153	N/A	N/A	N/A	N/A	0.0

State Revenue Sharing Projected Distribution Rates Continued

	<u>CITIES, VILLAGES, and TOWNSHIPS</u>						<u>COUNTIES</u>
	<u>SALES Constitutional Per Capita</u>	<u>Statutory Payment Percent</u>	<u>FY98 Percent Share ⁽¹⁾</u>	<u>Taxable Value ⁽²⁾</u>	<u>Weighted Population ⁽³⁾</u>	<u>Yield Equalization ⁽⁴⁾</u>	<u>SALES Statutory Per Capita</u>
Estimates							
<u>2007</u>							
FEB 28	10.9021	18.5461	N/A	N/A	N/A	N/A	0.0
APR 30	11.1690	7.8758	N/A	N/A	N/A	N/A	0.0
JUN 30	10.7303	9.5791	N/A	N/A	N/A	N/A	0.0
AUG 31	10.8937	22.0479	N/A	N/A	N/A	N/A	0.0
OCT 31	12.4435	22.2066	N/A	N/A	N/A	N/A	0.0
DEC 31	11.2137	19.2934	N/A	N/A	N/A	N/A	0.0
<u>2008</u>							
FEB 28	10.9585	18.0000	N/A	N/A	N/A	N/A	0.0
APR 30	11.2889	8.0000	N/A	N/A	N/A	N/A	0.0
JUN 30	10.8397	10.0000	N/A	N/A	N/A	N/A	0.0
AUG 31	11.2958	22.5000	N/A	N/A	N/A	N/A	0.0

N/A = not applicable

INVENTORY PAYMENTS, PRIOR TO FY 2005, FOR COUNTIES WERE DISTRIBUTED ON FEBRUARY 28.

TO ESTIMATE PAYMENTS:

CONSTITUTIONAL SALES: POPULATION X DISTRIBUTION RATE

STATUTORY PAYMENTS: FY 2008

Total amount local unit received in FY 2007 multiplied by 100%; less FY 2008 total projected constitutional amount; multiplied by the FY 2008 statutory payment percentage.

STATUTORY PAYMENTS: FY 2007

Total amount local unit received in FY 2006 multiplied by 97.022%; less FY 2007 total projected constitutional amount; multiplied by the FY 2007 statutory payment percentage.

STATUTORY PAYMENTS: FY 2006

Total amount local unit received in FY 2005 multiplied by 98.88733%; less FY 2006 total projected constitutional amount; multiplied by the FY 2006 statutory payment percentage.

STATUTORY PAYMENTS: FY 2005

Total amount local unit received in FY 2004 multiplied by 98.91%; less FY 2005 total constitutional amount; multiplied by the FY 2005 statutory payment percentage.

STATUTORY PAYMENTS: FY 2004

Total amount local unit received in FY 2003 multiplied by 89.87528%; less FY 2004 total constitutional amount; multiplied by the FY 2004 statutory payment percentage.

***STATUTORY SALES: Prior to FY 2004**

⁽¹⁾ **FY98 Percent Share:** Amount available for distribution x local unit's percent share of total FY98 payments

⁽²⁾ **Taxable Value:** Taxable value per capita ratio (26,675.02/taxable value per capita) x population x distribution rate

⁽³⁾ **Weighted Population:** Population factor x population x distribution rate

⁽⁴⁾ **Yield Equalization Payment:** Local units having a taxable value per capita of more than \$24,269, probably does not receive a yield equalization payment. A percentage of the Yield Equalization payment is paid bimonthly. In August the balance of the state fiscal year Yield Equalization payment is paid.

⁽⁵⁾ June 2001 Constitutional Payments were decreased or increased for the 2000 Census adjustment. The June and August distribution rates are based upon estimated 2000 population. The August Taxable Value, Weighted Population and Yield Equalization payments were adjusted for the 2000 Census.

DISTRIBUTION RATES BASED ON:

FY 2008 Distribution Rates are based on the projected revenues, 2000 Population, and the FY 2008 Appropriation. **Actual revenue may be higher or lower than estimates.**

FY 2007 Distribution Rates are based on the actual revenues collected, 2000 Population, and the FY 2007 Budget.

FY 2006 Distribution Rates are based on the actual revenues collected, 2000 Population, and the FY 2006 Budget.

FY 2005 Distribution Rates are based on the actual revenues collected, 2000 Population, and the FY 2005 Budget.

FY 2004 Distribution Rates are based on the actual revenues collected, 2000 Population, the FY 2004 Budget and Executive Order 2003-23.

CONSTITUTIONAL SALES: 15% OF THE 4% OF GROSS COLLECTIONS DIVIDED BY STATE POPULATION

STATUTORY SALES: 21.3% OF THE 4% OF GROSS COLLECTIONS, OF WHICH:

--CVT'S GET 74.94% AND CO.'S GET 25.06%

--CO.'S RATE: % ALLOCATION DIVIDED BY STATE POPULATION

MICHIGAN - STATE REVENUE SHARING

The State Revenue Sharing program distributes sales tax collected by the State of Michigan to local governments as unrestricted revenues. The distribution of funds is authorized by the State Revenue Sharing Act, Public Act 140 of 1971, as amended (MCL 141.901).

FUNDING

Funding for the State Revenue Sharing program consists of the following dedicated tax revenues:

- ◆ Constitutional - 15% of the 4% gross collections of the state sales tax;
- ◆ Statutory - 21.3% of the 4% gross collections of the state sales.

In addition, the act authorizes the appropriation and distribution of state General Fund-General Purpose revenues when local governments qualify for certain supplemental payments.

DISTRIBUTIONS TO CITIES, VILLAGES, AND TOWNSHIPS

Sales tax revenues are distributed to municipalities each February, April, June, August, October and December based on statewide tax collections for the two-month period ending the preceding December 31, February 28, April 30, June 30, August 31 and October 31. Constitutional sales tax is distributed on a per capita basis. Statutory sales tax prior to FY 2004 was distributed according to four formulae:

Percent Share of FY 98 Population Unit Type	Taxable Value Per Capita Yield Equalization
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For FY 2008, local units' revenue sharing distribution is based on 100% of the total revenue sharing a local unit received in FY 2007. The FY 2008 statutory distribution amount would be equal to the difference between their projected total FY 2008 revenue sharing and their FY 2008 constitutional payment.

For FY 2007, local units' revenue sharing distribution is based on 100% (or a percentage determined per the State Revenue Sharing Act) of the total revenue sharing a local unit received in FY 2006. The FY 2007 statutory distribution amount would be equal to the difference between their projected total FY 2007 revenue sharing and their FY 2007 constitutional payment.

For FY 2006, local units' revenue sharing distribution is based on 100% (or a percentage determined per the State Revenue Sharing Act) of the total revenue sharing a local unit received in FY 2005. The FY 2006 statutory distribution amount would be equal to the difference between their projected total FY 2006 revenue sharing and their FY 2006 constitutional payment.

For FY 2005, local units' revenue sharing distribution is based on 100% (or a percentage determined per the State Revenue Sharing Act) of the total revenue sharing a local unit received in FY 2004. The FY 2005 statutory distribution amount would be equal to the difference between their projected total FY 2005 revenue sharing and their FY 2005 constitutional payment.

For FY 2004, local units' revenue sharing distribution is based on 92% (or a percentage determined per the State Revenue Sharing Act) of the total revenue sharing a local unit received in FY 2003. The FY 2004 statutory distribution amount would be equal to the difference between their projected total FY 2004 revenue sharing and their FY 2004 constitutional payment.