HOUSE BILL No. 5365

November 13, 1997, Introduced by Rep. Hanley and referred to the Committee on Urban Policy and Economic Development.

A bill to amend 1996 PA 376, entitled "Michigan renaissance zone act," by amending section 10 (MCL 125.2690).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 10. (1) An individual who is a resident of a renais-
- 2 sance zone or a business that is located and conducts business
- 3 activity within a renaissance zone or a person that owns property
- 4 located in a renaissance zone that does 1 or more of the follow-
- 5 ing is not eligible for the exemption, deduction, or credit
- 6 listed in section 9(1) or (2) for that taxable year:
- 7 (a) Is delinquent under 1 or more of the following:
- 8 (i) The single business tax act, Act No. 228 of the Public
- 9 Acts of 1975, being sections 208.1 to 208.145 of the Michigan
- 10 Compiled Laws 1975 PA 228, MCL 208.1 TO 208.145.

04995'97 JLB

- 1 (ii) The income tax act of 1967, Act No. 281 of the Public
- 2 Acts of 1967, being sections 206.1 to 206.532 of the Michigan
- 3 Compiled Laws 1967 PA 281, MCL 206.1 TO 206.532.
- 4 (iii) The city income tax act, Act No. 284 of the Public
- 5 Acts of 1964, being sections 141.501 to 141.787 of the Michigan
- 6 Compiled Laws 1964 PA 284, MCL 141.501 TO 141.787.
- 7 (iv) Act No. 198 of the Public Acts of 1974, being sections
- 8 207.551 to 207.572 of the Michigan Compiled Laws 1974 PA 198,
- 9 MCL 207.551 TO 207.572.
- 10 (v) The commercial redevelopment act, Act No. 255 of the
- 11 Public Acts of 1978, being sections 207.651 to 207.668 of the
- 12 Michigan Compiled Laws 1978 PA 255, MCL 207.651 TO 207.668.
- 13 (vi) The enterprise zone act, Act No. 224 of the Public
- 14 Acts of 1985, being section 125.2101 to 125.2123 of the Michigan
- 15 Compiled Laws 1985 PA 224, MCL 125.2101 TO 125.2123.
- 16 (vii) Act No. 189 of the Public Acts of 1953, being sec-
- 17 tions 211.181 to 211.182 of the Michigan Compiled Laws 1953 PA
- 18 189, MCL 211.181 TO 211.182.
- 19 (viii) The technology park development act, Act No. 385 of
- 20 the Public Acts of 1984, being sections 207.701 to 207.718 of the
- 21 Michigan Compiled Laws 1984 PA 385, MCL 207.701 TO 207.718.
- 22 (ix) Part 511 (commercial forests) of the natural resources
- 23 and environmental protection act, Act No. 451 of the Public Acts
- 24 of 1994, being section 324.51101 to 324.51120 of the Michigan
- 25 Compiled Laws 1994 PA 451, MCL 324.51101 TO 324.51120.

- 1 (x) The neighborhood enterprise zone act, $\frac{\text{Act No. } 147 \text{ of}}{\text{Act No. } 147 \text{ of}}$
- 2 the Public Acts of 1992, being sections 207.771 to 207.787 of the
- 3 Michigan Compiled Laws 1992 PA 147, MCL 207.771 TO 207.787.
- **4** (xi) The city utility users tax act, $\frac{\text{Act No. }100 \text{ of the}}{\text{Act No. }100 \text{ of the}}$
- 5 Public Acts of 1990, being sections 141.1151 to 141.1177 of the
- 6 Michigan Compiled Laws 1990 PA 100, MCL 141.1151 TO 141.1177.
- 7 (xii) Taxes, fees, and special assessments collected under
- 8 the general property tax act, Act No. 206 of the Public Acts of
- 9 1893, being sections 211.1 to 211.157 of the Michigan Compiled
- 10 Laws 1893 PA 206, MCL 211.1 TO 211.157.
- 11 (b) For residential rental property in a renaissance zone,
- 12 the residential rental property is not in substantial compliance
- 13 with all applicable state and local zoning, building, and housing
- 14 laws, ordinances, or codes and the residential rental property
- 15 owner has not filed an affidavit before December 31 in the imme-
- 16 diately preceding tax year with the local tax collecting unit in
- 17 which the residential rental property is located as required
- 18 under section 7ff of Act No. 206 of the Public Acts of 1893,
- 19 being section 211.7ff of the Michigan Compiled Laws THE GENERAL
- 20 PROPERTY TAX ACT, 1893 PA 206, MCL 211.7FF.
- 21 (2) A business located in a qualified local governmental
- 22 unit that relocates from outside a renaissance zone into a
- 23 renaissance zone in that same qualified local governmental unit
- 24 shall not receive the exemptions, deductions, or credits
- 25 described in section 9 unless the governing body of the qualified
- 26 local governmental unit in which the renaissance zone is located
- 27 approves the relocation of the business.

- 1 (3) If a business relocates more than 25 full-time
- 2 equivalent jobs from 1 or more local governmental units -other
- 3 than a local governmental unit in which a renaissance zone is
- 4 located to a local governmental unit within a renaissance zone,
- 5 the business shall notify the Michigan jobs commission and the
- 6 local governmental unit from which the jobs are being relocated
- 7 of the relocation. The business is not eligible for the exemp-
- 8 tions, deductions, or credits listed in section 9(1) and (2) if
- 9 the local governmental unit from which the jobs are being relo-
- 10 cated adopts a resolution objecting to the relocation of the jobs
- 11 within 60 days after the notification by the business. The busi-
- 12 ness becomes eligible for the exemptions, deductions, and credits
- 13 listed in section 9(1) and (2) when the local governmental unit
- 14 that objected to the relocation rescinds its objection by
- 15 resolution. A local governmental unit that objects to the relo-
- 16 cation of jobs shall file a copy of all resolutions of objection
- 17 and rescission with the department of treasury, Michigan jobs
- 18 commission, county or local governmental unit that created the
- 19 renaissance zone into which the jobs are transferred, and the
- 20 local governmental unit into which the jobs are transferred. As
- 21 used in this subsection only, "local governmental unit" means a
- 22 city, village, or township.
- 23 (4) An individual who is a resident of a renaissance zone is
- 24 eligible for an exemption, deduction, or credit under section
- 25 9(1) and (2) until the department of treasury determines that the
- 26 aggregate state and local tax revenue forgone as a result of all

- 1 exemptions, deductions, or credits granted under this act to that
- 2 individual reaches \$10,000,000.00.

04995'97 Final page.

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