

SENATE BILL No. 286

March 3, 2009, Introduced by Senators BASHAM, GLEASON, PRUSI, SWITALSKI, OLSHOVE, BRATER, WHITMER, JACOBS, HUNTER, CHERRY, ANDERSON, BARCIA, SCOTT, CLARKE and CLARK-COLEMAN and referred to the Committee on Commerce and Tourism.

A bill to amend 1987 PA 231, entitled

"An act to create a transportation economic development fund in the state treasury; to prescribe the uses of and distributions from this fund; to create the office of economic development and to prescribe its powers and duties; to prescribe the powers and duties of the state transportation department, state transportation commission, and certain other bodies; and to permit the issuance of certain bonds,"

by amending section 13 (MCL 247.913) and by adding section 9a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 9A. (1) BEGINNING JULY 1, 2009, THE ADMINISTRATOR SHALL
2 NOT USE ANY PROCEEDS OF THE FUND FOR A PROJECT UNLESS THE APPLICANT
3 STATES, IN WRITING, THAT THE APPLICANT WILL NOT KNOWINGLY HIRE OR
4 CONTRACT WITH ANY BUSINESS ENTITY THAT KNOWINGLY HIRES AN
5 INDIVIDUAL WHO IS NOT AUTHORIZED UNDER FEDERAL LAW TO WORK IN THE
6 UNITED STATES.

7 (2) BEGINNING JULY 1, 2009, THE ADMINISTRATOR SHALL NOT USE

1 ANY PROCEEDS OF THE FUND FOR A PROJECT UNLESS THE APPLICANT STATES,
2 IN WRITING, THAT THE APPLICANT WILL NOT VIOLATE THE PROVISIONS OF
3 1965 PA 166, MCL 408.551 TO 408.558, IF APPLICABLE, IN USING ANY
4 PROCEEDS OF THE FUND FOR A PROJECT UNDER THIS ACT.

5 (3) BEGINNING JULY 1, 2009, THE ADMINISTRATOR SHALL NOT USE
6 ANY PROCEEDS OF THE FUND FOR A PROJECT UNLESS THE APPLICANT STATES,
7 IN WRITING, THAT THE APPLICANT WILL DO ALL OF THE FOLLOWING:

8 (A) MAKE A GOOD FAITH EFFORT TO EMPLOY, IF QUALIFIED, MICHIGAN
9 RESIDENTS ON THE PROJECT.

10 (B) MAKE A GOOD FAITH EFFORT TO EMPLOY OR CONTRACT WITH
11 MICHIGAN RESIDENTS AND FIRMS TO CONSTRUCT, REHABILITATE, AND
12 DEVELOP THE PROJECT.

13 (C) MAKE A GOOD FAITH EFFORT TO UTILIZE MICHIGAN-BASED
14 SUPPLIERS AND VENDORS WHEN PURCHASING GOODS AND SERVICES.

15 (4) BEGINNING JULY 1, 2009, THE WRITTEN AGREEMENT DESCRIBED IN
16 SUBSECTION (1) SHALL ALSO CONTAIN A REMEDY PROVISION THAT PROVIDES
17 FOR ALL OF, BUT NOT LIMITED TO, THE FOLLOWING:

18 (A) A REQUIREMENT THAT THE APPLICANT IS NO LONGER ELIGIBLE TO
19 RECEIVE FINANCING FOR PROJECTS DESCRIBED IN SECTION 9(1)(A) IF THE
20 APPLICANT IS DETERMINED TO BE IN VIOLATION OF SUBSECTION (1) OR
21 (2), AS DETERMINED BY THE ADMINISTRATOR.

22 (B) A REQUIREMENT THAT THE APPLICANT MAY BE REQUIRED TO REPAY
23 SOME OR ALL OF THE BENEFITS RECEIVED UNDER THIS ACT IF THE
24 APPLICANT IS DETERMINED TO BE IN VIOLATION OF THE PROVISIONS OF
25 SUBSECTION (1) OR (2), AS DETERMINED BY THE ADMINISTRATOR.

26 Sec. 13. By December 31 each year the commission shall report
27 to the governor, THE BOARD OF THE MICHIGAN STRATEGIC FUND, the

1 house and senate appropriations committees, and the house and
2 senate fiscal agencies the following information regarding this
3 act:

4 (a) The projects funded during the previous fiscal year.

5 (b) The status of projects funded in the immediately preceding
6 fiscal year.

7 (c) The number of jobs created and retained and any other
8 economic benefits of the projects funded and listed under
9 subdivision (a).

10 (d) The degree to which the projects funded have achieved the
11 objectives of this act.

12 **(E) THE NUMBER OF MICHIGAN RESIDENTS EMPLOYED IN PROJECTS**
13 **FUNDED UNDER THIS ACT IN THE IMMEDIATELY PRECEDING YEAR.**

14 **(F) THE DETAILS OF THE GOOD FAITH EFFORTS REQUIRED OF THE**
15 **APPLICANT DESCRIBED IN SECTION 9A(3)(A), (B), AND (C).**

16 **(G) ~~(e)~~**Any other information considered necessary by the
17 commission for the legislature to evaluate the effectiveness of
18 this act.