



SENATE BILL No. 920

October 28, 1993, Introduced by Senator DI NELLO and referred to the Committee on Local Government and Urban Development

A bill to amend sections 3 and 8 of Act No 224 of the Public Acts of 1985, entitled "Enterprise zone act," section 3 as amended by Act No 185 of the Public Acts of 1991, being sections 125 2103 and 125 2108 of the Michigan Compiled Laws

THE PEOPLE OF THE STATE OF MICHIGAN ENACT

1 Section 1 Sections 3 and 8 of Act No 224 of the Public
2 Acts of 1985, section 3 as amended by Act No 185 of the Public
3 Acts of 1991, being sections 125 2103 and 125 2108 of the
4 Michigan Compiled Laws, are amended to read as follows

5 Sec 3 As used in this act

6 (a) "Authority" means the Michigan enterprise zone authority
7 created pursuant to section 4

1 (b) "Citizens' council" means a council created pursuant to
2 section 9

3 (c) "Enterprise zone" means an area approved as an enter-
4 prise zone by the authority as provided in this act

5 (d) "General property tax act" means THE GENERAL PROPERTY
6 TAX ACT, Act No 206 of the Public Acts of 1893, being
7 sections 211 1 to 211 157 of the Michigan Compiled Laws

8 (e) "Local governmental unit" means A COUNTY WITH A POPULA-
9 TION OF 650,000 OR MORE OR a city

10 (f) "New facility" means real or personal industrial or com-
11 mercial property located in an enterprise zone, the construction,
12 restoration, alteration, or renovation of which begins after the
13 date on which the business applies with the local governmental
14 unit for certification as a qualified business Restoration,
15 alteration, or renovation of existing property constitutes a new
16 facility only if the increase in the combined true cash value of
17 the restored, altered, or renovated real and personal property is
18 equal to or greater than 50% of the combined true cash value of
19 the real and personal property before restoration, alteration, or
20 renovation as defined in the general property tax act, notwith-
21 standing the exemptions granted by this act

22 (g) "Qualified business" means either a qualified new busi-
23 ness or a qualified existing business

24 (h) "Qualified business activity" means business activity in
25 an enterprise zone of a qualified existing business attributable
26 to a new facility or the business activity in an enterprise zone
27 of a qualified new business

1 (1) "Qualified existing business" means a business that is
2 located in the area comprising an enterprise zone at the time the
3 area is approved as an enterprise zone, that constructs a new
4 facility, and that is certified by the authority as meeting the
5 requirements of this act

6 (2) "Qualified new business" means a business located within
7 an enterprise zone that is not located in the area comprising the
8 enterprise zone on the date on which the authority approves the
9 enterprise zone, and that is certified by the authority as meet-
10 ing the requirements of this act

11 Sec 8 (1) The authority shall determine which local gov-
12 ernmental units qualify to apply to have enterprise zones
13 approved within their boundaries ~~which qualifying~~

14 (2) FOR A CITY TO QUALIFY AS A local governmental ~~units~~
15 UNIT ELIGIBLE TO APPLY TO HAVE ENTERPRISE ZONE WITHIN ITS BOUNDA-
16 RIES, THE CITY shall meet all of the following criteria

17 (a) Unemployment is at an average rate of more than 25% for
18 the most recent calendar year for which data is available from
19 the Michigan employment security commission

20 (b) The median family income is less than 55% of the state
21 average median family income as reported in the 1980 federal
22 decennial census

23 (c) The most recent average millage rate that is levied for
24 use by the local governmental unit is more than 30 mills

25 (d) The state equalized value of the local governmental unit
26 is less than \$4,000 00 per capita according to the most recent

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