## **HOUSE BILL No. 6502**

November 7, 2002, Introduced by Rep. Allen and referred to the Committee on Tax Policy.

A bill to amend 1996 PA 381, entitled "Brownfield redevelopment financing act," by amending sections 13 and 15 (MCL 125.2663 and 125.2665), as amended by 2000 PA 145.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 13. (1) Subject to section 15, the board may implement
- 2 a brownfield plan. The brownfield plan may apply to 1 or more
- 3 parcels of eligible property whether or not those parcels of eli-
- 4 gible property are contiguous and may be amended to apply to
  - 5 additional parcels of eligible property. If more than 1 parcel
  - of eligible property is included within the plan, the tax incre-
- 7 ment revenues under the plan shall be determined individually for
- 8 each parcel of eligible property. Each plan or an amendment to a
- 9 plan shall be approved by the governing body of the municipality
- 10 and shall contain all of the following:

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- 1 (a) A description of the costs of the plan intended to be
- 2 paid for with the tax increment revenues. , including a
- 3 (B) A brief summary of the eligible activities that are pro-
- 4 posed for each eligible property.
- 5 (C)  $\frac{\text{(b)}}{\text{(b)}}$  An estimate of the captured taxable value and tax
- 6 increment revenues for each year of the plan from each parcel of
- 7 eligible property and in the aggregate. The plan may provide for
- 8 the use of part or all of the captured taxable value, including
- 9 deposits in the local site remediation revolving fund, but the
- 10 portion intended to be used shall be clearly stated in the plan.
- 11 The plan shall not provide either for an exclusion from captured
- 12 taxable value of a portion of the captured taxable value or for
- 13 an exclusion of the tax levy of 1 or more taxing jurisdictions
- 14 unless the tax levy is excluded from tax increment revenues in
- 15 section 2(aa), or unless the tax levy is excluded from capture
- 16 under section 15.
- 17 (D)  $\frac{(c)}{(c)}$  The method by which the costs of the plan will be
- 18 financed, including a description of any advances made or antici-
- 19 pated to be made for the costs of the plan from the
- 20 municipality.
- 21 (E)  $\frac{(d)}{(d)}$  The maximum amount of note or bonded indebtedness
- 22 to be incurred, if any.
- 23 (F) <del>(e)</del> The duration of the brownfield plan, which shall
- 24 not exceed the lesser of the period authorized under
- 25 subsections (4) and (5) or 30 years.

- 1 (G)  $\overline{\text{(f)}}$  An estimate of the impact of tax increment
- 2 financing on the revenues of all taxing jurisdictions in which
- 3 the eligible property is located.
- 4 (H)  $\frac{(g)}{(g)}$  A legal description of each parcel of eligible
- 5 property to which the plan applies, a map showing the location
- 6 and dimensions of each eligible property, a statement of the
- 7 characteristics that qualify the property as eligible property,
- 8 and a statement of whether personal property is included as part
- 9 of the eligible property. IF THE PROJECT IS ON PROPERTY THAT IS
- 10 FUNCTIONALLY OBSOLETE, THE TAXPAYER SHALL INCLUDE, WITH THE
- 11 APPLICATION, AN AFFIDAVIT SIGNED BY A LEVEL 3 OR LEVEL 4 ASSES-
- 12 SOR, THAT STATES THAT IT IS THE ASSESSOR'S EXPERT OPINION THAT
- 13 THE PROPERTY IS FUNCTIONALLY OBSOLETE AND THE UNDERLYING BASIS
- 14 FOR THAT OPINION.
- 15 (I) <del>(h)</del> Estimates of the number of persons residing on
- 16 each eligible property to which the plan applies and the number
- 17 of families and individuals to be displaced. If occupied resi-
- 18 dences are designated for acquisition and clearance by the
- 19 authority, the plan shall include a demographic survey of the
- 20 persons to be displaced, a statistical description of the housing
- 21 supply in the community, including the number of private and
- 22 public units in existence or under construction, the condition of
- 23 those in existence, the number of owner-occupied and
- 24 renter-occupied units, the annual rate of turnover of the various
- 25 types of housing and the range of rents and sale prices, an esti-
- 26 mate of the total demand for housing in the community, and the

- 1 estimated capacity of private and public housing available to
- 2 displaced families and individuals.
- $\overline{}$  (J)  $\overline{}$  A plan for establishing priority for the reloca-
- 4 tion of persons displaced by implementation of the plan.
- 5 (K)  $\frac{(j)}{(j)}$  Provision for the costs of relocating persons dis-
- 6 placed by implementation of the plan, and financial assistance
- 7 and reimbursement of expenses, including litigation expenses and
- 8 expenses incident to the transfer of title, in accordance with
- 9 the standards and provisions of the uniform relocation assistance
- 10 and real property acquisition policies act of 1970, Public Law
- 11 91-646, 84 Stat. 1894.
- 12 (l)  $\overline{\text{(k)}}$  A strategy for compliance with 1972 PA 227,
- **13** MCL 213.321 to 213.332.
- 14 (M)  $\frac{(l)}{(l)}$  A description of proposed use of the local site
- 15 remediation revolving fund.
- 16 (N)  $\overline{(m)}$  Other material that the authority or governing
- 17 body considers pertinent.
- 18 (2) The percentage of all taxes levied on a parcel of eligi-
- 19 ble property for school operating expenses that is captured and
- 20 used under a brownfield plan and all tax increment finance plans
- 21 under 1975 PA 197, MCL 125.1651 to 125.1681, the tax increment
- 22 finance authority act, 1980 PA 450, MCL 125.1801 to 125.1830, or
- 23 the local development financing act, 1986 PA 281, MCL 125.2151 to
- 24 125.2174, shall not be greater than the combination of the plans'
- 25 percentage capture and use of all local taxes levied for purposes
- 26 other than for the payment of principal of and interest on either
- 27 obligations approved by the electors or obligations pledging the

- 1 unlimited taxing power of the local unit of government. This
- 2 subsection shall apply only when taxes levied for school operat-
- 3 ing purposes are subject to capture under section 15.
- 4 (3) Except as provided in subsections (5), (15), and (16),
- 5 tax increment revenues related to a brownfield plan shall be used
- 6 only for costs of eligible activities attributable to the eligi-
- 7 ble property, the captured taxable value of which produces the
- 8 tax increment revenues, including the cost of principal of and
- 9 interest on any obligation issued by the authority to pay the
- 10 costs of eligible activities attributable to the eligible proper-
- 11 ty, and the reasonable costs of preparing a work plan or remedial
- 12 action plan for the eligible property, including the actual cost
- 13 of the review of the work plan or remedial action plan under
- **14** section 15.
- 15 (4) Except as provided in subsection (5), a brownfield plan
- 16 shall not authorize the capture of tax increment revenue from
- 17 eligible property after the year in which the total amount of tax
- 18 increment revenues captured is equal to the sum of the costs of
- 19 eligible activities attributable to the eligible property includ-
- 20 ing the cost of principal of and interest on any obligation
- 21 issued by the authority to pay the costs of eligible activities
- 22 on the eligible property, and the reasonable cost of preparing a
- 23 work plan or remedial action plan for eligible property, and the
- 24 actual cost of the department's review of the work plan or reme-
- 25 dial action plan.
- 26 (5) A brownfield plan may authorize the capture of
- 27 additional tax increment revenue from an eligible property in

- 1 excess of the amount authorized under subsection (4) during the
- 2 time of capture for the purpose of paying the costs of eligible
- 3 activities under subsection (3), or for not more than 5 years
- 4 after the time that capture is required for the purpose of paying
- 5 the costs of eligible activities under subsection (3), or both.
- 6 Excess revenues captured under this subsection shall be deposited
- 7 in the local site remediation revolving fund created under
- 8 section 8 and used for the purposes authorized in section 8. If
- 9 tax increment revenues levied for school operating purposes from
- 10 eligible property are captured by the authority for purposes
- 11 authorized under subsection (3), the tax increment revenues cap-
- 12 tured for deposit in the local site remediation revolving fund
- 13 also may include tax increment revenues levied for school operat-
- 14 ing purposes in an amount not greater than the tax increment rev-
- 15 enues levied for school operating purposes captured from the eli-
- 16 gible property by the authority for the purposes authorized under
- 17 subsection (3). Excess revenues from taxes levied for school
- 18 operating purposes for eligible activities authorized under sub-
- 19 section (15) by the Michigan economic growth authority shall not
- 20 be captured for deposit in the local site remediation revolving
- **21** fund.
- 22 (6) An authority shall not expend tax increment revenues to
- 23 acquire or prepare eligible property, unless the acquisition or
- 24 preparation is an eligible activity.
- 25 (7) Costs of eligible activities attributable to eligible
- 26 property include all costs that are necessary or related to a
- 27 release from the eligible property, including eligible activities

- 1 on properties affected by a release from the eligible property.
- 2 For purposes of this subsection, "release" means that term as
- 3 defined in section 20101 of the natural resources and environmen-
- 4 tal protection act, 1994 PA 451, MCL 324.20101.
- 5 (8) Costs of a response activity paid with tax increment
- 6 revenues that are captured pursuant to subsection (3) may be
- 7 recovered from a person who is liable for the costs of eligible
- 8 activities at an eligible property. This state or an authority
- 9 may undertake cost recovery for tax increment revenue captured.
- 10 Before an authority or this state may institute a cost recovery
- 11 action, it must provide the other with 120 days' notice. This
- 12 state or an authority that recovers costs under this subsection
- 13 shall apply those recovered costs to the following, in the fol-
- 14 lowing order of priority:
- 15 (a) The reasonable attorney fees and costs incurred by this
- 16 state or an authority in obtaining the cost recovery.
- (b) One of the following:
- 18 (i) If an authority undertakes the cost recovery action, the
- 19 authority shall deposit the remaining recovered funds into the
- 20 local site remediation fund created pursuant to section 8, if
- 21 such a fund has been established by the authority. If a local
- 22 site remediation fund has not been established, the authority
- 23 shall disburse the remaining recovered funds to the local taxing
- 24 jurisdictions in the proportion that the local taxing
- 25 jurisdictions' taxes were captured.
- 26 (ii) If this state undertakes a cost recovery action, this
- 27 state shall deposit the remaining recovered funds into the

- 1 revitalization revolving loan fund established under
- 2 section 20108a of the natural resources and environmental protec-
- 3 tion act, 1994 PA 451, MCL 324.20108a.
- 4 (iii) If this state and an authority each undertake a cost
- 5 recovery action, undertake a cost recovery action jointly, or 1
- 6 on behalf of the other, the amount of any remaining recovered
- 7 funds shall be deposited pursuant to subparagraphs (i) and (ii)
- 8 in the proportion that the tax increment revenues being recovered
- 9 represent local taxes and taxes levied for school operating pur-
- 10 poses, respectively.
- 11 (9) Approval of the brownfield plan or an amendment to a
- 12 brownfield plan shall be in accordance with the notice and
- 13 approval provisions of this section and section 14.
- 14 (10) Before approving a brownfield plan for an eligible
- 15 property, the governing body shall hold a public hearing on the
- 16 brownfield plan. Notice of the time and place of the hearing
- 17 shall be given by publication twice in a newspaper of general
- 18 circulation designated by the municipality, the first of which
- 19 shall be not less than 20 or more than 40 days before the date
- 20 set for the hearing.
- 21 (11) Notice of the time and place of the hearing on a brown-
- 22 field plan shall contain all of the following:
- 23 (a) A description of the property to which the plan applies
- 24 in relation to existing or proposed highways, streets, streams,
- 25 or otherwise.
- 26 (b) A statement that maps, plats, and a description of the
- 27 brownfield plan are available for public inspection at a place

- 1 designated in the notice and that all aspects of the brownfield
- 2 plan are open for discussion at the public hearing required by
- 3 this subsection.
- 4 (c) Any other information that the governing body considers
- 5 appropriate.
- 6 (12) At the time set for the hearing on the brownfield plan
- 7 required under subsection (10), the governing body shall provide
- 8 an opportunity for interested persons to be heard and shall
- 9 receive and consider communications in writing with reference to
- 10 the brownfield plan. The governing body shall make and preserve
- 11 a record of the public hearing, including all data presented at
- 12 the hearing.
- 13 (13) Not less than 20 days before the hearing on the brown-
- 14 field plan, the governing body shall provide notice of the hear-
- 15 ing to the taxing jurisdictions that levy taxes subject to cap-
- 16 ture under this act. The authority shall fully inform the taxing
- 17 jurisdictions about the fiscal and economic implications of the
- 18 proposed brownfield plan. At that hearing, an official from a
- 19 taxing jurisdiction with millage that would be subject to capture
- 20 under this act has the right to be heard in regard to the adop-
- 21 tion of the brownfield plan.
- 22 (14) The authority shall not enter into agreements with the
- 23 taxing jurisdictions and the governing body of the municipality
- 24 to share a portion of the captured taxable value of an eligible
- 25 property. Upon adoption of the plan, the collection and trans-
- 26 mission of the amount of tax increment revenues as specified in
- 27 this act shall be binding on all taxing units levying ad valorem

- 1 property taxes or specific taxes against property located in the
- 2 zone.
- 3 (15) If a brownfield plan includes the capture of taxes
- 4 levied for school operating purposes OR THE USE OF TAX INCREMENT
- 5 REVENUES RELATED TO A BROWNFIELD PLAN FOR THE COST OF ELIGIBLE
- 6 ACTIVITIES ATTRIBUTABLE TO MORE THAN 1 ELIGIBLE PROPERTY THAT IS
- 7 ADJACENT AND CONTIGUOUS TO ALL OTHER ELIGIBLE PROPERTIES COVERED
- 8 BY THE DEVELOPMENT AGREEMENT, WHETHER OR NOT THE CAPTURED TAXES
- 9 ARE LEVIED FOR SCHOOL OPERATING PURPOSES, approval of a work plan
- 10 by the Michigan economic growth authority before January 1,
- 11 -2003 2008 to use school operating taxes and a development
- 12 agreement between the municipality and the AN owner OR
- 13 DEVELOPER of the eligible property are required if the revenues
- 14 will be used for infrastructure improvements that directly bene-
- 15 fit eligible property, demolition of structures that is not
- 16 response activity under part 201 of the natural resources and
- 17 environmental protection act, 1994 PA 451, MCL 324.20101 to
- 18 324.20142, lead or asbestos abatement, or site preparation that
- 19 is not response activity under section 201 of the natural
- 20 resources and environmental protection act, 1994 PA 451,
- 21 MCL 324.20101. The eligible activities to be conducted described
- 22 in this subsection shall be consistent with the work plan submit-
- 23 ted by the authority to the Michigan economic growth authority.
- 24 The department's approval is not required for the capture of
- 25 taxes levied for school operating purposes for eligible activi-
- 26 ties described in this subsection.

- 1 (16) A brownfield authority may reimburse reasonable and
- 2 actual administrative and operating expenses that include, but
- 3 are not limited to, baseline environmental assessments, due care
- 4 activities, and additional response activities, related directly
- 5 to work conducted by the authority on prospective eligible prop-
- 6 erties prior to approval of the brownfield plan and on eligible
- 7 properties and for eligible activities after the approval of the
- 8 brownfield plan, only from captured local taxes not to exceed
- 9 \$75,000.00 for each authority in each fiscal year. Reasonable
- 10 and actual administrative and operating expenses do not include
- 11 reasonable costs of preparing a work plan or remedial action plan
- 12 or the cost of the review of a work plan for which taxes may be
- 13 used under section 13(3).
- 14 Sec. 15. (1) An authority shall not do any of the
- 15 following:
- 16 (a) For eligible activities not described in section 13(15),
- 17 use taxes levied for school operating purposes captured from eli-
- 18 gible property unless the eligible activities to be conducted on
- 19 the eligible property are eligible activities under part 201 of
- 20 the natural resources and environmental protection act, 1994
- 21 PA 451, MCL 324.20101 to 324.20142, consistent with a work plan
- 22 or remedial action plan approved by the department after July 24,
- 23 1996 and before January 1,  $\frac{2003}{}$  2008.
- 24 (b) For eligible activities not described in section 13(15),
- 25 use funds from a local site remediation revolving fund that are
- 26 derived from taxes levied for school operating purposes unless
- 27 the eligible activities to be conducted are eligible activities

- 1 under part 201 of the natural resources and environmental
- 2 protection act, 1994 PA 451, MCL 324.20101 to 324.20142, consis-
- 3 tent with a work plan or remedial action plan that has been
- 4 approved by the department after July 24, 1996.
- 5 (c) Use funds from a local site remediation revolving fund
- 6 created pursuant to section 8 that are derived from taxes levied
- 7 for school operating purposes for the eligible activities
- 8 described in section 13(15) unless the eliqible activities to be
- 9 conducted are consistent with a work plan approved by the
- 10 Michigan economic growth authority.
- 11 (d) Use taxes captured from eligible property to pay for
- 12 eligible activities conducted before approval of the brownfield
- 13 plan except for costs described in section 13(16).
- 14 (e) Use taxes levied for school operating purposes captured
- 15 from eligible property for response activities that benefit a
- 16 party liable under section 20126 of the natural resources and
- 17 environmental protection act, 1994 PA 451, MCL 324.20126.
- 18 (f) Use taxes captured from eligible property to pay for
- 19 administrative and operating activities of the authority or the
- 20 municipality on behalf of the authority except for costs
- 21 described in section 13(16) and for the reasonable costs for pre-
- 22 paring a work plan or remedial action plan for the eligible prop-
- 23 erty, including the actual cost of the review of the work plan or
- 24 remedial action plan under this section.
- 25 (2) To seek department approval of a work plan under subsec-
- 26 tion (1)(a) or (b) or remedial action plan, the authority shall
- 27 submit all of the following for each eligible property:

- 1 (a) A copy of the brownfield plan.
- 2 (b) Current ownership information for each eligible property
- 3 and a summary of available information on proposed future owner-
- 4 ship, including the amount of any delinquent taxes, interest, and
- 5 penalties that may be due.
- 6 (c) A summary of available information on the historical and
- 7 current use of each eligible property, including a brief summary
- 8 of site conditions and what is known about environmental contami-
- 9 nation as that term is defined in section 20101 of the natural
- 10 resources and environmental protection act, 1994 PA 451,
- **11** MCL 324.20101.
- 12 (d) Existing and proposed future zoning for each eligible
- 13 property.
- 14 (e) A brief summary of the proposed redevelopment and future
- 15 use for each eligible property.
- 16 (f) A separate work plan or remedial action plan, or part of
- 17 a work plan or remedial action plan, for each eligible activity
- 18 to be undertaken.
- 19 (3) Upon receipt of a request for approval of a work plan or
- 20 remedial action plan under subsection (2) that pertains to base-
- 21 line environmental assessment activities or due care activities,
- 22 or both, or a portion of a work plan or remedial action plan that
- 23 pertains to only baseline environmental assessment activities or
- 24 due care activities, or both, the department shall provide 1 of
- 25 the following written responses to the requesting authority
- 26 within 60 days:

- 1 (a) An unconditional approval.
- 2 (b) A conditional approval that delineates specific
- 3 necessary modifications to the work plan or remedial action plan,
- 4 including, but not limited to, individual activities to be added
- 5 or deleted from the work plan or remedial action plan and revi-
- 6 sion of costs.
- 7 (c) If the work plan or remedial action plan lacks suffi-
- 8 cient information for the department to respond under
- 9 subdivision (a) or (b), a letter stating with specificity the
- 10 necessary additions or changes to the work plan or remedial
- 11 action plan to be submitted before a plan will be considered by
- 12 the department.
- 13 (4) In its review of a work plan or remedial action plan,
- 14 the department shall consider all of the following:
- 15 (a) Whether the individual activities included in the work
- 16 plan or remedial action plan are sufficient to complete the eli-
- 17 gible activity.
- 18 (b) Whether each individual activity included in the work
- 19 plan or remedial action plan is required to complete the eligible
- 20 activity.
- 21 (c) Whether the cost for each individual activity is
- 22 reasonable.
- 23 (5) If the department fails to provide a written response
- 24 under subsection (3) within 60 days after receipt of a request
- 25 for approval of a work plan or remedial action plan that pertains
- 26 to baseline environmental assessment activities or due care
- 27 activities, or both, the authority may proceed with the baseline

- 1 environmental assessment activities or due care activities, or
- 2 both, as outlined in the work plan or remedial action plan as
- 3 submitted for approval. Except as provided in subsection (6),
- 4 baseline environmental assessment activities or due care activi-
- 5 ties, or both, conducted pursuant to a work plan or remedial
- 6 action plan that was submitted to the department for approval but
- 7 for which the department failed to provide a written response
- 8 under subsection (3) shall be considered approved for the pur-
- 9 poses of subsection (1).
- 10 (6) The department may issue a written response to a work
- 11 plan or remedial action plan that pertains to baseline environ-
- 12 mental assessment activities or due care activities, or both,
- 13 more than 60 days but less than 6 months after receipt of a
- 14 request for approval. If the department issues a written
- 15 response under this subsection, the authority is not required to
- 16 conduct individual activities that are in addition to the indi-
- 17 vidual activities included in the work plan or remedial action
- 18 plan as it was submitted for approval and failure to conduct
- 19 these additional activities shall not affect the authority's
- 20 ability to capture taxes under subsection (1) for the eligible
- 21 activities described in the work plan or remedial action plan
- 22 initially submitted under subsection (5). In addition, at the
- 23 option of the authority, these additional individual activities
- 24 shall be considered part of the work plan or remedial action plan
- 25 of the authority and approved for purposes of subsection (1).
- 26 However, any response by the department under this subsection
- 27 that identifies additional individual activities that must be

- 1 carried out to satisfy the baseline environmental assessment or
- 2 due care requirements, or both, of part 201 of the natural
- 3 resources and environmental protection act, 1994 PA 451,
- 4 MCL 324.20101 to 324.20142, must be satisfactorily completed for
- 5 the baseline environmental assessment or due care activities, or
- 6 both, to be considered acceptable for the purposes of compliance
- 7 with part 201 of the natural resources and environmental protec-
- 8 tion act, 1994 PA 451, MCL 324.20101 to 324.20142.
- 9 (7) If the department issues a written response under
- 10 subsection (6) to a work plan or remedial action plan that per-
- 11 tains to baseline environmental assessment activities or due care
- 12 activities, or both, and if the department's written response
- 13 modifies an individual activity proposed by the work plan or
- 14 remedial action plan of the authority in a manner that reduces or
- 15 eliminates a proposed response activity, the authority must com-
- 16 plete those individual activities included in the baseline envi-
- 17 ronmental assessment or due care activities, or both, in accord-
- 18 ance with the department's response in order for that portion of
- 19 the work plan or remedial action plan to be considered approved
- 20 for purposes of subsection (1), unless 1 or more of the following
- 21 conditions apply:
- 22 (a) Obligations for the individual activity have been issued
- 23 by the authority, or by a municipality on behalf of the authori-
- 24 ty, to fund the individual activity prior to issuance of the
- 25 department's response.

- 1 (b) The individual activity has commenced or payment for the
- 2 work has been irrevocably obligated prior to issuance of the
- 3 department's response.
- 4 (8) It shall be in the sole discretion of an authority to
- 5 propose to undertake additional response activities at an eligi-
- 6 ble property under a brownfield plan. The department shall not
- 7 require a work plan or remedial action plan for either baseline
- 8 environmental assessment activities or due care activities, or
- 9 both, to include additional response activities.
- 10 (9) The department may reject the portion of a work plan or
- 11 remedial action plan that includes additional response activities
- 12 and may consider the level of risk reduction that will be accom-
- 13 plished by the additional response activities in determining
- 14 whether to approve or reject the work plan or remedial action
- 15 plan or a portion of a plan.
- 16 (10) The department's approval or rejection of a work plan
- 17 under subsection (1)(a) or (b) or remedial action plan for addi-
- 18 tional response activities is final.
- 19 (11) The authority shall reimburse the department for the
- 20 actual cost incurred by the department or a contractor of the
- 21 department to review a work plan under subsection (1)(a) or (b)
- 22 or remedial action plan under this section. Funds paid to the
- 23 department under this subsection shall be deposited in the cost
- 24 recovery subaccount of the cleanup and redevelopment fund created
- 25 under section 20108 of the natural resources and environmental
- 26 protection act, 1994 PA 451, MCL 324.20108.

- 1 (12) The department shall submit a report each year on or
- 2 before March 1 to each member of the legislature that contains
- 3 all of the following:
- 4 (a) A compilation and summary of all the information submit-
- 5 ted under subsection (2).
- 6 (b) The amount of revenue this state would have received if
- 7 taxes levied for school operating purposes had not been captured
- 8 under this section for the previous calendar year.
- 9 (c) The amount of revenue each local governmental unit would
- 10 have received if taxes levied for school operating purposes had
- 11 not been captured under this section for the previous calendar
- **12** year.
- 13 (13) To seek Michigan economic growth authority approval of
- 14 a work plan under subsection (1)(c) or section 13(15), the
- 15 authority shall submit all of the following for each eligible
- **16** property:
- 17 (a) A copy of the brownfield plan.
- 18 (b) Current ownership information for each eligible property
- 19 and a summary of available information on proposed future owner-
- 20 ship, including the amount of any delinquent taxes, interest, and
- 21 penalties that may be due.
- 22 (c) A summary of available information on the historical and
- 23 current use of each eligible property.
- 24 (d) Existing and proposed future zoning for each eligible
- 25 property.
- (e) A brief summary of the proposed redevelopment and future
- 27 use for each eligible property.

- 1 (f) A separate work plan, or part of a work plan, for each
- 2 eligible activity described in section 13(15) to be undertaken.
- 3 (g) A copy of the development agreement required under sec-
- 4 tion 13(15), which shall include, but is not limited to, a
- 5 detailed summary of any and all ownership interests, monetary
- 6 considerations, fees, revenue and cost sharing, charges, or other
- 7 financial arrangements or other consideration between the
- 8 parties.
- 9 (14) Upon receipt of a request for approval of a work plan,
- 10 the Michigan economic growth authority shall provide 1 of the
- 11 following written responses to the requesting authority within
- **12** <del>60</del> 65 days:
- 13 (a) An unconditional approval THAT INCLUDES AN ENUMERATION
- 14 OF ELIGIBLE ACTIVITIES AND A MAXIMUM ALLOWABLE CAPTURE AMOUNT.
- 15 (b) A conditional approval that delineates specific neces-
- 16 sary modifications to the work plan, including, but not limited
- 17 to, individual activities to be added or deleted from the work
- 18 plan and revision of costs.
- 19 (c) If the work plan lacks sufficient information for the
- 20 Michigan economic growth authority to respond under
- 21 subdivision (a) or (b), A DENIAL AND a letter stating with spec-
- 22 ificity the necessary additions or changes to the work plan to
- 23 be submitted before a plan will be considered by the Michigan
- 24 economic growth authority REASON FOR THE DENIAL.
- 25 (15) In its review of a work plan under subsection (1)(c) or
- 26 section 13(15), the Michigan economic growth authority shall
- 27 consider all of the following CRITERIA TO THE EXTENT REASONABLY

- 1 APPLICABLE TO THE TYPE OF ACTIVITIES PROPOSED AS PART OF THAT
- 2 WORK PLAN WHEN APPROVING OR DENYING A WORK PLAN:
- 3 (a) Whether the individual activities included in the work
- 4 plan are sufficient to complete the eligible activity.
- 5 (b) Whether each individual activity included in the work
- 6 plan is required to complete the eligible activity.
- 7 (c) Whether the cost for each individual activity is
- 8 reasonable.
- 9 (D) THE OVERALL BENEFIT TO THE PUBLIC.
- 10 (E) THE EXTENT OF REUSE OF VACANT BUILDINGS AND REDEVELOP-
- 11 MENT OF BLIGHTED PROPERTY.
- 12 (F) CREATION OF JOBS.
- 13 (G) WHETHER THE ELIGIBLE PROPERTY IS IN AN AREA OF HIGH
- 14 UNEMPLOYMENT.
- 15 (H) THE LEVEL AND EXTENT OF CONTAMINATION ALLEVIATED BY OR
- 16 IN CONNECTION WITH THE ELIGIBLE ACTIVITIES.
- 17 (I) THE LEVEL OF PRIVATE SECTOR CONTRIBUTION.
- 18 (J) THE COST GAP THAT EXISTS BETWEEN THE SITE AND A SIMILAR
- 19 GREENFIELD SITE AS DETERMINED BY THE MICHIGAN ECONOMIC GROWTH
- 20 AUTHORITY.
- 21 (K) IF THE DEVELOPER OR PROJECTED OCCUPANT OF THE NEW DEVEL-
- 22 OPMENT IS MOVING FROM ANOTHER LOCATION IN THIS STATE, WHETHER THE
- 23 MOVE WILL CREATE A BROWNFIELD.
- 24 (1) WHETHER THE FINANCIAL STATEMENTS OF THE DEVELOPER, LAND-
- 25 OWNER, OR CORPORATE ENTITY INDICATE THAT THE DEVELOPER, LANDOWN-
- 26 ER, OR CORPORATE ENTITY IS FINANCIALLY SOUND AND THAT THE PROJECT

- 1 OF THE DEVELOPER, LANDOWNER, OR CORPORATE ENTITY THAT IS INCLUDED
- 2 IN THE WORK PLAN IS ECONOMICALLY SOUND.
- 3 (M) OTHER STATE AND LOCAL INCENTIVES AVAILABLE TO THE DEVEL-
- 4 OPER, LANDOWNER, OR CORPORATE ENTITY FOR THE PROJECT OF THE
- 5 DEVELOPER, LANDOWNER, OR CORPORATE ENTITY THAT IS INCLUDED IN THE
- 6 WORK PLAN.
- 7 (N) ANY OTHER CRITERIA THAT THE MICHIGAN ECONOMIC GROWTH
- 8 AUTHORITY CONSIDERS APPROPRIATE FOR THE DETERMINATION OF ELIGI-
- 9 BILITY OR FOR APPROVAL OF THE WORK PLAN.
- 10 (16) If the Michigan economic growth authority fails to pro-
- 11 vide a written response under subsection (14) within  $\frac{-90}{}$  65 days
- 12 after receipt of a request for approval of a work plan, the eli-
- 13 gible activities shall be considered approved and the authority
- 14 may proceed with the eligible activities described in
- 15 section 13(15) as outlined in the work plan as submitted for
- 16 approval.
- 17 (17) The Michigan economic growth authority's approval of a
- 18 work plan under section 13(15) is final.
- 19 (18) The authority shall reimburse the Michigan economic
- 20 growth authority for the actual cost incurred by the Michigan
- 21 economic growth authority or a contractor of the Michigan eco-
- 22 nomic growth authority to review a work plan under this section.
- 23 (19) The Michigan economic growth authority shall submit a
- 24 report each year on or before March 1 to each member of the leg-
- 25 islature that contains all of the following:
- 26 (a) A compilation and summary of all the information
- 27 submitted under subsection (13).

- 1 (b) The amount of revenue this state would have received if
- 2 taxes levied for school operating purposes had not been captured
- 3 under this section for the previous calendar year.
- 4 (c) The amount of revenue each local governmental unit would
- 5 have received if taxes levied for school operating purposes had
- 6 not been captured under this section for the previous calendar
- 7 year.
- 8 (20) All taxes levied for school operating purposes that are
- 9 not used for eligible activities consistent with a work plan
- 10 approved by the department or the Michigan economic growth
- 11 authority and that are not deposited in a local site remediation
- 12 revolving fund shall be distributed proportionately between the
- 13 local school district and the school aid fund.