

SENATE BILL No. 1047

February 16, 2006, Introduced by Senator BASHAM and referred to the Committee on Commerce and Labor.

A bill to amend 1992 PA 147, entitled
"Neighborhood enterprise zone act,"
by amending section 4 (MCL 207.774), as amended by 2005 PA 339.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 4. (1) The owner of a homestead facility or owner or
2 developer or prospective owner or developer of a proposed new
3 facility or an owner or developer or prospective developer
4 proposing to rehabilitate property located in a neighborhood
5 enterprise zone may file an application for a neighborhood
6 enterprise zone certificate with the clerk of the local
7 governmental unit. The application shall be filed in the manner and
8 form prescribed by the commission. The clerk of the local
9 governmental unit shall provide a copy of each homestead facility

1 application to the assessor for the local governmental unit. Except
2 as provided in subsection (2), the application shall be filed
3 before a building permit is issued for the new construction or
4 rehabilitation of the facility.

5 (2) An application may be filed after a building permit is
6 issued only if 1 or more of the following apply:

7 (a) For the rehabilitation of a facility if the area in which
8 the facility is located is designated as a neighborhood enterprise
9 zone by the governing body of the local governmental unit in the
10 calendar year 1992 and if the building permit is issued for the
11 rehabilitation before December 31, 1994 and after the date on which
12 the area in which the facility is located was designated as a
13 neighborhood enterprise zone by the governing body of the local
14 governmental unit.

15 (b) For the construction of a new facility if the area in
16 which the new facility is located is designated as a neighborhood
17 enterprise zone by the governing body of the local governmental
18 unit in calendar year 1992 or 1993 and if the building permit is
19 issued for that new facility before December 31, 1995 and after
20 January 1, 1993.

21 (c) For the construction of a new facility if the area in
22 which the new facility is located is designated as a neighborhood
23 enterprise zone by the governing body of the local governmental
24 unit in July 1997 and if the building permit is issued for that new
25 facility on February 3, 1998.

26 (d) For a new facility or a rehabilitated facility if the area
27 in which the new facility or rehabilitated facility is located was

1 designated as a neighborhood enterprise zone by the governing body
2 of the local governmental unit in July 1996 and if the building
3 permit was issued for that facility on or before July 3, 2001.

4 (e) For a new facility or a rehabilitated facility if the area
5 in which the new facility or rehabilitated facility is located was
6 designated as a neighborhood enterprise zone by the governing body
7 of the local governmental unit in October 1994 and if the building
8 permit was issued for that facility on or before April 25, 1997.

9 (f) For the construction of a new facility if the area in
10 which the new facility is located is designated as a neighborhood
11 enterprise zone by the governing body of the local governmental
12 unit in September 2001 and if the building permit is issued for
13 that new facility on March 3, 2003.

14 (g) For a rehabilitated facility if all or a portion of the
15 rehabilitated facility is a qualified historic building.

16 (h) For the construction of a new facility if the area in
17 which the new facility is located is designated as a neighborhood
18 enterprise zone by the governing body of the local governmental
19 unit in July 1993 and the new facility was a model home.

20 (i) For the construction of a new facility if the area in
21 which the new facility is located is designated as a neighborhood
22 enterprise zone by the governing body of the local governmental
23 unit in August 2004 and if building permits were issued for that
24 facility beginning November 5, 2002 through December 23, 2003.

25 (j) For a homestead facility.

26 **(K) FOR THE CONSTRUCTION OF A FACILITY IF THE AREA IN WHICH**
27 **THE FACILITY IS LOCATED WAS DESIGNATED AS A NEIGHBORHOOD ENTERPRISE**

1 ZONE BY THE GOVERNING BODY OF THE LOCAL GOVERNMENTAL UNIT IN AUGUST
2 2003, IF THE BUILDING PERMIT WAS ISSUED FOR THAT FACILITY IN JUNE
3 2004, AND IF THE APPLICATION FOR THE CERTIFICATE FOR THAT FACILITY WAS
4 FILED WITH THE LOCAL GOVERNMENTAL UNIT IN OCTOBER 2004.

5 (3) The application shall contain or be accompanied by all of
6 the following:

7 (a) A general description of the homestead facility, new
8 facility, or proposed rehabilitated facility.

9 (b) The dimensions of the parcel on which the homestead
10 facility, new facility, or proposed rehabilitated facility is or is
11 to be located.

12 (c) The general nature and extent of the construction to be
13 undertaken.

14 (d) A time schedule for undertaking and completing the
15 rehabilitation of property or the construction of the new facility.

16 (e) A statement by the owner of a homestead facility that the
17 owner is committed to investing a minimum of \$500.00 in the first 3
18 years that the certificate for a homestead facility is in effect
19 and committed to documenting the minimum investment if required to
20 do so by the assessor of the local governmental unit.

21 (f) Any other information required by the local governmental
22 unit.

23 (4) Notwithstanding any other provisions of this act, for any
24 certificate issued as a result of the enactment of the amendatory
25 act that added subsection (2)(c), the effective date of the
26 certificate shall be the first day of the tax year following the
27 year the certificate is approved by the commission.

1 (5) Notwithstanding any other provisions of this act, for any
2 certificate issued as a result of the enactment of the amendatory
3 act that added subsection (2)(d) or the amendatory act that added
4 subsection (2)(e), the effective date of the certificate shall be
5 January 1, 2001.

6 (6) Notwithstanding any other provisions of this act, for any
7 certificate issued as a result of the enactment of the amendatory
8 act that added subsection (2)(j) **OR THE AMENDATORY ACT THAT ADDED**
9 **SUBSECTION (2)(K)**, the effective date of the certificate shall be
10 the first day of the tax year following the year the certificate is
11 approved by the commission.