SUBSTITUTE FOR

SENATE BILL NO. 25

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 9 (MCL 247.909), as amended by 1993 PA 149.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 9. (1) A project shall relate to 1 or more of the
- 2 following categories:
- 3 (a) Economic development road projects in any of the following
- 4 targeted industries:
- 5 (i) Agriculture or food processing.
- 6 (ii) Tourism.

- 1 (iii) Forestry.
- 2 (iv) High technology research.
- 3 (v) Manufacturing.
- 4 (vi) Mining.
- 5 (vii) Office centers of not less than 50,000 square feet.
- 6 (viii) MEDICAL RESEARCH OR MEDICAL TOURISM FACILITIES OF NOT
- 7 LESS THAN 50,000 SQUARE FEET.
- 8 (B) (c) Projects for reducing congestion on county primary and
- 9 city major streets within urban counties including advanced traffic
- management systems.
- 11 (C) (d) Development projects PROJECTS for the improvement of
- 12 IMPROVEMENTS WITHIN rural COUNTIES ON RURAL primary roads in rural
- 13 counties and major streets in cities and villages with a population
- 14 of 5,000 or less.
- 15 (D) (e)—Projects for development—IMPROVEMENTS within rural
- 16 counties on county rural primary roads or major streets within
- 17 incorporated villages and cities with a population of less MORE
- 18 than 5,000.
- 19 (2) The minimum requirements specified in section 7 for
- 20 projects identified in subsection (1)(a) shall ensure that those
- 21 projects satisfy the following requirements:
- 22 (a) Meet a particular transportation need that is shown to
- 23 exist.
- 24 (b) Have an immediate positive impact on local employment and
- 25 the economy.
- 26 (c) Exclude speculative projects with little or no return on
- 27 investment. Projects that contribute to the economic development

- 1 and redevelopment of areas having experienced or having significant
- 2 potential to experience job loss which THAT meet the criteria for
- 3 funding under section 7(3)(b)(ii) shall ARE not be considered
- 4 speculative for the purposes of this subdivision.
- 5 (d) Provide cooperation and support between developers and
- 6 state and local government.
- 7 (e) Were evaluated on the basis of impact on the local
- 8 community.
- 9 (3) A project that is within 1 or more of the categories in
- 10 subsection (1) shall also meet the criteria developed for that EACH
- 11 category.