HOUSE BILL NO. 6352

November 12, 2020, Introduced by Reps. Coleman and Steven Johnson and referred to the Committee on Government Operations.

A bill to amend 2018 PA 57, entitled "Recodified tax increment financing act,"

by amending sections 705 and 719 (MCL 125.4705 and 125.4719).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 705. (1) If the governing body of a municipality
- 2 determines that it is necessary for the best interests of the
- 3 public to promote water resource improvement or access to inland

- ${f 1}$ lakes, or both, in a water resource improvement district, the
- 2 governing body may, by resolution, declare its intention to create
- 3 and provide for the operation of an authority within the boundaries
- 4 of a water resource improvement district.
- 5 (2) In the resolution of intent, the governing body shall set
- 6 a date for a public hearing on the adoption of a proposed ordinance
- 7 creating the authority and designating the boundaries of the
- 8 development area. Notice Through December 31, 2021, notice of the
- 9 public hearing shall be published twice in a newspaper of general
- 10 circulation in the municipality, not less than 20 or more than 40
- 11 days before the date of the hearing. Beginning January 1, 2022, the
- 12 governing body shall post notice as provided in the local
- 13 government public notice act not less than 20 or more than 40 days
- 14 before the date of the hearing. Not less than 20 days before the
- 15 hearing, the governing body proposing to create the authority shall
- 16 also mail notice of the hearing to the property taxpayers of record
- 17 in the proposed development area and to the governing body of each
- 18 taxing jurisdiction levying taxes that would be subject to capture
- 19 if the authority is established and a tax increment financing plan
- 20 is approved. Failure of a property taxpayer to receive the notice
- 21 does not invalidate these proceedings. Notice Through December 31,
- 22 2021, notice of the hearing shall be posted in at least 20
- 23 conspicuous and public places in the proposed development area not
- 24 less than 20 days before the hearing. The notice shall state the
- 25 date, time, and place of the hearing and shall describe the
- 26 boundaries of the proposed development area. A citizen, taxpayer,
- 27 or property owner of the municipality or an official from a taxing
- 28 jurisdiction with millage that would be subject to capture has the
- 29 right to be heard in regard to the establishment of the authority

- 1 and the boundaries of the proposed development area. The governing
- 2 body of the municipality shall not incorporate land into the
- 3 development area not included in the description contained in the
- 4 notice of public hearing, but it may eliminate described lands from
- 5 the development area in the final determination of the boundaries.
- 6 (3) Not less than 60 days after the public hearing, if the
- 7 governing body of the municipality intends to proceed with the
- 8 establishment of the authority it shall adopt, by majority vote of
- 9 its members, an ordinance establishing the authority and
- 10 designating the boundaries of the development area within which the
- 11 authority shall exercise its powers. The adoption of the ordinance
- 12 is subject to any applicable statutory or charter provisions in
- 13 respect to the approval or disapproval by the chief executive or
- 14 other officer of the municipality and the adoption of an ordinance
- 15 over his or her veto. This ordinance shall be filed with the
- 16 secretary of state promptly after its adoption and shall be
- 17 published at least once in a newspaper of general circulation in
- 18 the municipality.
- 19 (4) The governing body of the municipality may alter or amend
- 20 the boundaries of the development area to include or exclude lands
- 21 from the development area in the same manner as adopting the
- 22 ordinance creating the authority.
- 23 (5) A municipality that has created an authority may enter
- 24 into an agreement with an adjoining municipality that has created
- 25 an authority to jointly operate and administer those authorities
- 26 under an interlocal agreement under the urban cooperation act of
- 27 1967, 1967 (Ex Sess) PA 7, MCL 124.501 to 124.512.
- 28 Sec. 719. (1) The governing body, before adoption of an
- 29 ordinance approving a development plan or tax increment financing

- 1 plan, shall hold a public hearing on the development plan. Notice
- 2 Through December 31, 2021, notice of the time and place of the
- 3 hearing shall be given by publication twice in a newspaper of
- 4 general circulation designated by the municipality, the first of
- 5 which shall be not less than 20 days before the date set for the
- 6 hearing. Notice—Beginning January 1, 2022, the governing body shall
- 7 post notice as provided in the local government public notice act
- 8 of the time and place of the hearing, which shall be not less than
- 9 20 days before the date set for the hearing. Through December 31,
- 10 2021, notice of the hearing shall be posted in at least 20
- 11 conspicuous and public places in the development area not less than
- 12 20 days before the hearing. Notice shall also be mailed to all
- 13 property taxpayers of record in the development area and to the
- 14 governing body of each taxing jurisdiction levying taxes that would
- 15 be subject to capture if the tax increment financing plan is
- 16 approved not less than 20 days before the hearing.
- 17 (2) Notice of the time and place of hearing on a development
- 18 plan shall contain all of the following:
- 19 (a) A description of the proposed development area in relation
- 20 to highways, streets, streams, or otherwise.
- 21 (b) A statement that maps, plats, and a description of the
- 22 development plan, including the method of relocating families and
- 23 individuals who may be displaced from the area, are available for
- 24 public inspection at a place designated in the notice.
- 25 (c) A statement that all aspects of the development plan will
- 26 be open for discussion at the public hearing.
- 27 (d) Other information that the governing body considers
- 28 appropriate.
- 29 (3) At the time set for the hearing, the governing body shall

- 1 provide an opportunity for interested persons to speak and shall
- 2 receive and consider communications in writing. The hearing shall
- 3 provide the fullest opportunity for expression of opinion, for
- 4 argument on the merits, and for consideration of documentary
- 5 evidence pertinent to the development plan. The governing body
- 6 shall make and preserve a record of the public hearing, including
- 7 all data presented at the hearing.
- 8 Enacting section 1. This amendatory act does not take effect
- 9 unless Senate Bill No. or House Bill No. 6440 (request no.
- 10 02449'19) of the 100th Legislature is enacted into law.