HOUSE BILL No. 4196

February 8, 2011, Introduced by Reps. Bledsoe, Melton, Lane, Darany, Slavens, Haugh, Townsend, Kandrevas, Smiley, Ananich, Dillon, McCann, Liss, Rutledge, Constan, Barnett, Segal, Bauer, Stapleton, Hovey-Wright, Hobbs, Geiss, Cavanagh, Switalski, Stallworth, Byrum, Lipton, Durhal, Howze, Lindberg, Santana, Talabi, Brunner, Oakes, Brown and Womack and referred to the Committee on Commerce.

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 13 (MCL 247.913) and by adding section 9a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 SEC. 9A. (1) BEGINNING JULY 1, 2011, THE ADMINISTRATOR SHALL
- 2 NOT USE ANY PROCEEDS OF THE FUND FOR A PROJECT UNLESS THE APPLICANT
- 3 STATES, IN WRITING, THAT THE APPLICANT WILL NOT KNOWINGLY HIRE OR
- 4 CONTRACT WITH ANY BUSINESS ENTITY THAT KNOWINGLY HIRES AN
- 5 INDIVIDUAL WHO IS NOT AUTHORIZED UNDER FEDERAL LAW TO WORK IN THE

6 UNITED STATES.

00642'11 JLB

- 1 (2) BEGINNING JULY 1, 2011, THE ADMINISTRATOR SHALL NOT USE
- 2 ANY PROCEEDS OF THE FUND FOR A PROJECT UNLESS THE APPLICANT STATES,
- 3 IN WRITING, THAT THE APPLICANT WILL MAKE A GOOD FAITH EFFORT TO
- 4 EMPLOY OR CONTRACT WITH MICHIGAN RESIDENTS OR INDIVIDUALS WHO PLAN
- 5 ON BECOMING RESIDENTS OF THIS STATE AND MICHIGAN FIRMS TO
- 6 CONSTRUCT, REHABILITATE, AND DEVELOP THE PROJECT.
- 7 (3) BEGINNING JULY 1, 2011, THE WRITTEN AGREEMENT DESCRIBED IN
- 8 SUBSECTION (1) SHALL ALSO CONTAIN A REMEDY PROVISION THAT PROVIDES
- 9 FOR ALL OF, BUT NOT LIMITED TO, THE FOLLOWING:
- 10 (A) A REQUIREMENT THAT THE APPLICANT IS NO LONGER ELIGIBLE TO
- 11 RECEIVE FINANCING FOR PROJECTS DESCRIBED IN SECTION 9(1)(A) IF THE
- 12 APPLICANT IS DETERMINED TO BE IN VIOLATION OF SUBSECTION (1), AS
- 13 DETERMINED BY THE ADMINISTRATOR.
- 14 (B) A REQUIREMENT THAT THE APPLICANT MAY BE REQUIRED TO REPAY
- 15 SOME OR ALL OF THE BENEFITS RECEIVED UNDER THIS ACT IF THE
- 16 APPLICANT IS DETERMINED TO BE IN VIOLATION OF THE PROVISIONS OF
- 17 SUBSECTION (1), AS DETERMINED BY THE ADMINISTRATOR.
- 18 Sec. 13. By December 31 each year the commission shall report
- 19 to the governor, THE BOARD OF THE MICHIGAN STRATEGIC FUND, the
- 20 house and senate appropriations committees, and the house and
- 21 senate fiscal agencies the following information regarding this
- 22 act:
- 23 (a) The projects funded during the previous fiscal year.
- 24 (b) The status of projects funded in the immediately preceding
- 25 fiscal year.
- (c) The number of jobs created and retained and any other
- 27 economic benefits of the projects funded and listed under

00642'11 JLB

- 1 subdivision (a).
- 2 (d) The degree to which the projects funded have achieved the
- 3 objectives of this act.
- 4 (E) THE NUMBER OF MICHIGAN RESIDENTS EMPLOYED IN PROJECTS
- 5 FUNDED UNDER THIS ACT IN THE IMMEDIATELY PRECEDING YEAR.
- 6 (F) THE DETAILS OF THE GOOD FAITH EFFORTS REQUIRED OF THE
- 7 APPLICANT DESCRIBED IN SECTION 9A(2).
- 8 (G) (e) Any other information considered necessary by the
- 9 commission for the legislature to evaluate the effectiveness of
- 10 this act.