

HOUSE BILL No. 4812

May 19, 2005, Introduced by Reps. Stahl, Baxter, LaJoy, Pavlov, Nitz, Huizenga, Newell, Gosselin, Stewart, Elsenheimer, Mortimer, Kahn, Booher, Emmons, Nofs, Taub and Hildenbrand and referred to the Committee on Commerce.

A bill to amend 1996 PA 376, entitled
"Michigan renaissance zone act,"
by amending section 8d (MCL 125.2688d), as amended by 2004 PA 202.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 8d. (1) The board of the Michigan strategic fund
2 described in section 4 of the Michigan strategic fund act, 1984 PA
3 270, MCL 125.2004, may designate not more than 20 **THROUGH DECEMBER**
4 **31, 2005 AND BEGINNING JANUARY 1, 2006 NOT MORE THAN 35** tool and
5 die renaissance recovery zones within this state in 1 or more
6 cities, villages, or townships if that city, village, or township
7 or combination of cities, villages, or townships consents to the
8 creation of a recovery zone within their boundaries. A recovery
9 zone shall have a duration of renaissance zone status for a period
10 not to exceed 15 years as determined by the board of the Michigan

1 strategic fund.

2 (2) The board of the Michigan strategic fund may designate a
3 recovery zone within this state if the recovery zone consists only
4 of 1 or more parcels of qualified tool and die business property.

5 (3) The board of the Michigan strategic fund may revoke the
6 designation of all or a portion of a recovery zone with respect to
7 1 or more qualified tool and die businesses if those qualified tool
8 and die businesses fail or cease to participate in or comply with a
9 qualified collaborative agreement.

10 (4) As used in this section:

11 (a) "Qualified collaborative agreement" means an agreement
12 that demonstrates synergistic opportunities, including, but not
13 limited to, all of the following:

14 (i) Sales and marketing efforts.

15 (ii) Development of standardized processes.

16 (iii) Development of tooling standards.

17 (iv) Standardized project management methods.

18 (v) Improved ability for specialized or small niche shops to
19 develop expertise and compete successfully on larger programs.

20 (b) "Qualified tool and die business" means a business entity
21 that meets all of the following:

22 (i) Has a North American industrial classification system
23 (NAICS) of 333511, 333512, 333513, 333514, or 333515; or has a
24 North American industrial classification system (NAICS) of 337215
25 and operates a facility within an existing renaissance zone, which
26 facility is adjacent to real property not located in a renaissance
27 zone and is located within 1/4 mile of a Michigan technical

1 education center.

2 (ii) Has entered into a qualified collaboration agreement as
3 approved by the Michigan strategic fund with other business
4 entities that have a North American industrial classification
5 system (NAICS) of 333511, 333512, 333513, 333514, or 333515.

6 (iii) Has less than 50 full-time employees.

7 (c) "Qualified tool and die business property" means 1 or more
8 of the following:

9 (i) Property owned by 1 or more qualified tool and die
10 businesses and used by those qualified tool and die businesses
11 primarily for tool and die business operations.

12 (ii) Property leased by 1 or more qualified tool and die
13 business for which the qualified tool and die business is liable
14 for ad valorem property taxes and which is used by those qualified
15 tool and die businesses primarily for tool and die business
16 operations. The qualified tool and die business shall furnish proof
17 of its ad valorem property tax liability to the department of
18 treasury.

19 (d) "Recovery zone" means a tool and die renaissance recovery
20 zone created in this section.