

**SUBSTITUTE FOR  
HOUSE BILL NO. 5243**

A bill to amend 1996 PA 376, entitled  
"Michigan renaissance zone act,"  
by amending section 8d (MCL 125.2688d), as added by 2003 PA 266.

**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  
3 PA 270, MCL 125.2004, may designate not more than 20 tool and die  
4 renaissance recovery zones within this state in 1 or more cities,  
5 villages, or townships if that city, village, or township or  
6 combination of cities, villages, or townships consents to the  
7 creation of a recovery zone within their boundaries. A recovery  
8 zone shall have a duration of renaissance zone status for a  
9 period not to exceed 15 years as determined by the board of the  
10 Michigan strategic fund.

11       (2) The board of the Michigan strategic fund may designate a

1 recovery zone within this state if the recovery zone consists  
2 only of 1 or more parcels of ~~property owned by 1 or more~~  
3 ~~qualified tool and die businesses and used by those qualified~~  
4 ~~tool and die businesses primarily for tool and die business~~  
5 ~~operations~~ **qualified tool and die business property.**

6 (3) As used in this section:

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

10 (i) Sales and marketing efforts.

11 (ii) Development of standardized processes.

12 (iii) Development of tooling standards.

13 (iv) Standardized project management methods.

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

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

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

25 (ii) Has entered into a qualified collaboration agreement as  
26 approved by the Michigan strategic fund with other business  
27 entities that have a North American industrial classification

1 system (NAICS) of 333511, 333512, 333513, 333514, or 333515.

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

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

5 (i) Property owned by 1 or more qualified tool and die  
6 businesses and used by those qualified tool and die businesses  
7 primarily for tool and die business operations.

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

15 (d) ~~-(e)-~~ "Recovery zone" means a tool and die renaissance  
16 recovery zone created in this section.