Legislative Update
September 2017

Speakers:
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2017 Legislature’s First Half Recap

• Income Tax Elimination/Cut Fails
• MPSERS Reform Effort
• State Budget Completed
• MI Thrive & Good Jobs for MI
• Sales Tax on the Difference Vetoed
First Half Impact on Local Government

- Trial Court Funding Commission – Fee Extension
- Personal Property Tax – EMPP Filing Extension
- Unattended Idling Vehicles
- Non-Profit Solicitation in Right of Way
- Law Enforcement Body-Worn Camera Privacy Act
- Commercial Motor Vehicle Requirements for Municipal Employees
State Budget

- State Budget Signed By Governor in July
  - CVTRS Increased 2.5% for $6.2 million – one-time supplemental payment
  - Constitutional Payments Up 5.1% in FY16-17 & 1.2% in FY17-18
  - County Payments Increasing 1% for $2.1 million

- $150 million Deposit in BSF - $35 million in MI Infrastructure Fund
- Road Funding - $50 million increase to Cities & Villages & $89 million additional to Counties
  - Asset Management Pilot
Federal Budget

- CDBG
- Tiger Grants
- Clean Water and Drinking Water SRFs
- Great Lakes Restoration Initiative
- Rural Water and Wastewater Loan & Grant Programs
- Army Corps of Engineers
- Tax Exempt Municipal Bonds
  - Part of infrastructure debate or tax reform?
- Budget Timeline – Debt Limit
Federal Budget – NLC Toolkit

• Budget Tracker:
  • [http://www.nlc.org/advocacy/FY18Budget#Budget Tracker](http://www.nlc.org/advocacy/FY18Budget#Budget Tracker)

• Action Guide:
2017 – Second Half Highlights

- No Fault Auto Insurance
- Legacy Costs – Pension / OPEB
- Infrastructure
- Workforce Development – Skilled Trades
Municipal Finance Reform

• Governor’s OPEB Task Force Report
  • MML Response Statement

• SaveMI City Partnership with C. S. Mott Foundation

• Efforts Focused on Costs, Structure & Revenue

• Pursuing Increased Revenue Sharing
Tax Policy

• Dark Stores & MI Tax Tribunal Reforms

• Personal Property Tax Amendments
  • Debt Limit Calculation
  • Distribution Formula
  • Delinquent Filings
  • Treasury Technical Amendments

• Non-Profit/Charitable & Veteran Exemptions
Infrastructure

• Basement Back-up Protections – HB 4290 - Clarify local government liability during major storm events

• Storm Water Authorities – HB 4100 - Establish clear guidance for municipal storm water infrastructure operations

• Concern over preempting local standards for water/sewer system pipe materials - SB 157 (Jones)
Infrastructure

• Lead & Copper Rule revisions – Ensuring local operator involvement in reform conversation

• Broadband & DAS/Small Cell Legislation

• PA 51 Performance Audits

• Local Agency Road Warranty Program
Economic Development & Land Use

• Local Economic Development Tools
  • TIF & DDA reform proposals – SB 393 (Horn), SB 250 (Hopgood)
  • Restoration of Historic Income Tax Credit program – SB 469 (Schmidt)

• Below Market Housing Incentives
  • Clarify local authority to negotiate voluntary incentives - SB 110 (Schmidt)

• Short Term Rentals
  • Local Zoning Pre-emption - SB 329 (Hune) & HB 4503 (Sheppard)
Medical Marijuana

• Anticipated revisions

• MMFLA Licensing Board & Advisory Board
  • Work Groups

• You Need To Know Events
Other Legislative Issues

• Mobile Home Workgroup
• Fireworks
• Local Candidate Filing Deadlines
• Sanctuary Cities
• E-Bikes
• Qualification Based Selection (QBS)
• Recycling
Questions?

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