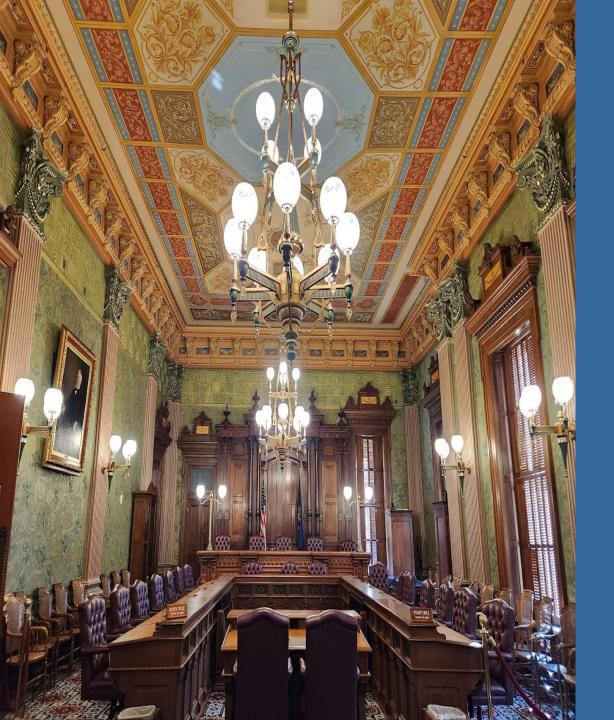
Michigan Association of Mayors 2023 Summer Workshop CONNECTING WITH COMMUNITY

August 9-11, 2023 Northville Community Center, Northville, MI

Legislative Update







Legislative Update

- State Budget Highlights
- Revenue Sharing
- Progress on Legislative Priorities
- Coalition Efforts
- What's Next



Largest Budget in Michigan's History

• \$82 Billion in on-going and one-time state and federal resources

Enhancement Grants

- Roughly \$2 Billion in one-time money
 - Infrastructure, Economic and Community Development, Public Safety, Workforce Development, Healthcare

Future Budgets

• One-time funding will dry up

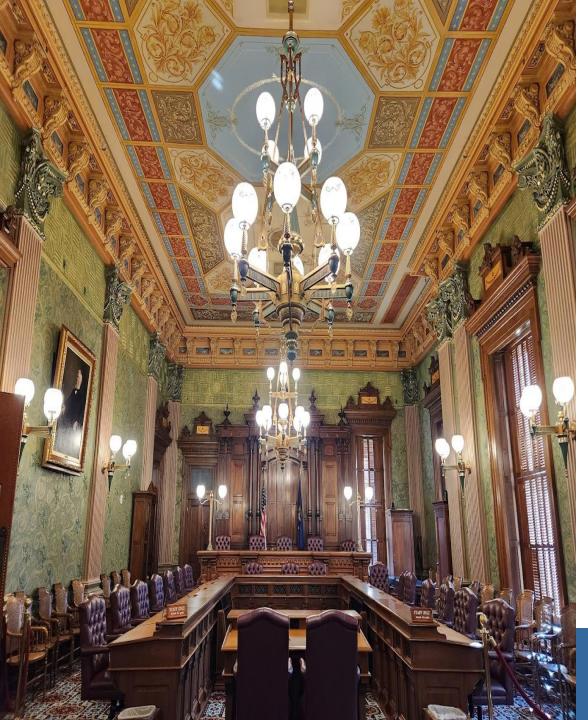




Transportation Funding

- \$80 million for local bridge bundling program.
- \$60 million for local bus operations:
 - \$15 million increase in on-going
 - \$45 million in one-time funding
- \$50 million for transit capital needs
- \$20 million for bus rapid transit and high-speed rail
- \$3.5 million for shared streets and spaces to help cities and transit agencies create options for pedestrians and bicyclists





Energy and Environment Funding

- \$30 million for renewable ready communities to help local governments install renewable energy at scale
- \$21.3 million for electric vehicles and renewable energy charging infrastructure
- \$20 million to enhance air quality and remediate contaminated sites
- \$25 million for home repairs and upgrades that enable clean energy





Economic Development

- \$350 million for the Make it in Michigan
 Competitiveness Fund to win federal resources from the Bipartisan Infrastructure Law, the CHIPS and Sciences Act, and the Inflation Reduction Act
- \$1.5 billion (4th highest in the nation) through the Broadband Equity, Access, and Deployment (BEAD) Program
- \$2 million fund the Growing Michigan Together Council
- \$50 million for the Housing and Community Development Fund
- \$50 million for Revitalization and Placemaking Grants



Revenue Sharing

Constitutional Revenue Sharing

• \$62 Million in Additional Funding

Statutory Revenue Sharing

- 7% Increase for Cities, Villages, and Townships (\$19.6M)
 - 5% Ongoing (\$14M)
 - 1% tied to certifying all ARP funds have been obligated, expended or declined by 12/31/2023
 - Certification due to Treasury by March 30, 2024
 - Certification form coming soon
 - 2% One-Time for Public Safety Initiatives (\$5.6M)
 - Recruitment or retention efforts, training programs; new equipment purchases, equipment replacements capital improvement to public safety buildings or structures



Legislative Priorities

Top Priorities

- 1. Revenue Sharing Trust Fund
 - 6 Bills Introduced
 - HB 4274 and HB 4275
- 2. Headlee/Proposal A Reform
- 3. Investment of ARP Resources

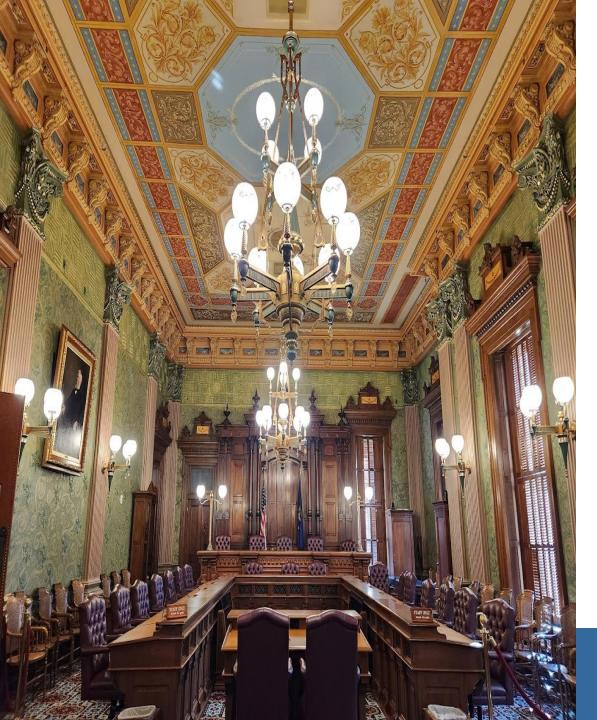


Legislative Priorities

Areas of Focus

- 1. Protecting Community Specific Solutions and Resources
- 2. Modernizing Local Governance and Structure
- Invest in Human Capital and Physical Infrastructure Built for the Future
- Generating Robust Housing and Economic Development
 Opportunities

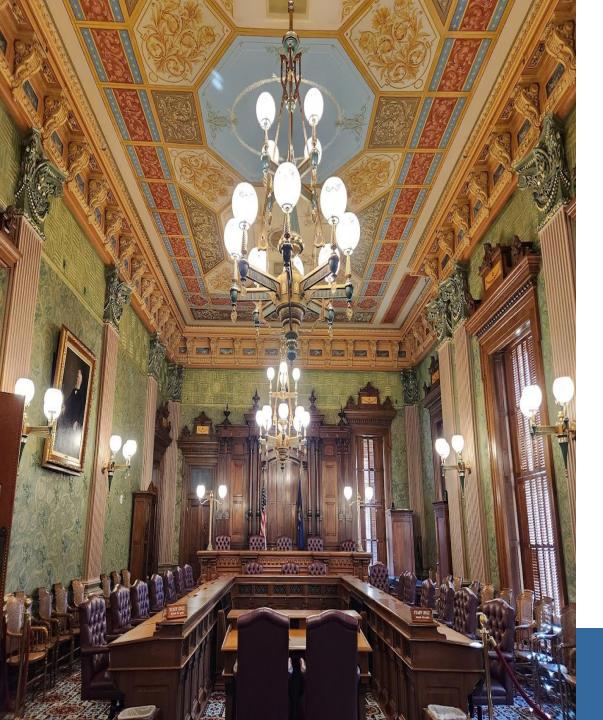




Protecting Community Specific Solutions and Resources

- Short Term Rentals
- Aggregate Mining (HB 4526-4528)
- Personal Property Tax (SB 331, HB 4553/4554)
- Disabled Veteran Property Tax Exemption* (SB 95/96)
- Dark Stores*





Modernizing Local Governance and Structure

- Open Meetings Act
- Freedom of Information Act
- Public Notices (HB 4428)





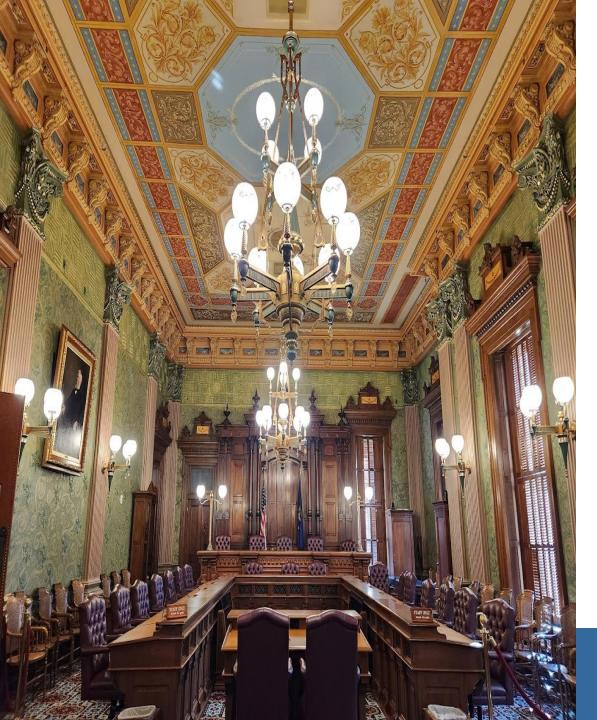
Invest in Human Capital and Physical Infrastructure Built for the Future

- Stormwater Utilities
- Statewide Water Assistance Program
- Local Road Funding and Impact of

EVs

 Investments in Municipal Workforce and Training





Generating Robust Housing and Economic Development Opportunities

- Housing TIF (SB 129)
- Housing Ready Communities
- Employer Housing Tax Credit
- Housing and Community Development
 Fund
- Placemaking and Revitalization Grants



Other Legislative Issues

- 1. Solar Payment In Lieu of Taxes (Public Act 108/109 of 2023)
- 2. Solar Siting
- 3. Labor Issues
 - Prevailing Wage
 - Collective Bargaining (HB 4354)
 - Minimum Staffing Requirements (HB 4688)
- 4. Speed Limits (HB 4012)
- 5. Proposal 2 Implementation (Bill package signed by Governor on 7/19/23



Utilizing Coalitions

Municipal Caucus

- Includes 35 former city and village elected officials and leaders
- Focused on 4 key legislative priorities

Coalition for a Strong and Prosperous Michigan

- Started in 2021
- Revised priorities to begin 2023
- Narrowing our focus post budget

Housing Michigan Coalition



What's Next?

Shift in focus to policy

- Energy and environmental issues to get more attention
- Strategies to improve Michigan's competitiveness and grow population
- Continued focus on labor issues
- ????



Questions?

