



## MICHIGAN STRATEGIC FUND

### MEMORANDUM

**DATE:** March 29, 2019

**TO:** The Honorable Jim Stamas, Chair  
Senate Appropriations Subcommittee on General Government

The Honorable Mark Huizenga, Chair  
House Appropriations Subcommittee on General Government

**FROM:** Jeff Mason, President  
Michigan Strategic Fund

**SUBJECT:** 2018 Michigan Strategic Fund Specific Policy Change Report

Section 221 of Article VIII of Public Act 207 of 2018, the General Omnibus Budget, requires a report on each specific policy change made to implement a public act affecting the department that took effect during the prior calendar year. Pursuant to this requirement, attached is the 2018 report for the Michigan Strategic Fund.

If you have any questions, please contact our Office of Government Relations at 517.335.1847.

#### Attachment

cc: Members, Senate Appropriations Subcommittee on General Government  
Members, House Appropriations Subcommittee on General Government  
Members, Joint Committee on Administrative Rules  
Members, Senate Appropriations Subcommittee on Talent and Economic Development/MEDC  
Chris Harkins, Director, Senate Fiscal Agency  
Mary Ann Cleary, Director, House Fiscal Agency

**Michigan Strategic Fund (MSF)  
Specific Policy Change Report  
Calendar Year 2018**

Bill Number	PA Number	Effective Date	Subject	Policy Change
HB 6064	423	12/20/18	<p>Economic development; MSF; create and operate the rural jobs and capital investment fund program.</p> <p>Includes an additional change to the Community Revitalization Program (CRP), to allow for a greater level of investment for projects located in communities with populations of 15,000 or less. Previously only 3 projects per calendar year could receive CRP funds at a greater level than 25% of eligible investment of the project (up to 50%) and projects had to be for historic preservation. All others could only be supported up to 25% of eligible investment. The amendment allows the program to meet the financing need common in smaller communities where the cost of development is significantly higher than what project revenue can support.</p>	<p>Currently developing program guidelines to be adopted by the MSF board in the future.</p> <p>CRP guidelines modifications are expected to be considered by the MSF board in April of 2019.</p>
HB 6052	540	12/28/18	Economic development; create economic development incentive evaluation.	Developed an initial schedule of incentives that will be evaluated by year. Working with DTMB on the development of an RFP.