

HOUSE BILL NO. 5297

November 13, 2025, Introduced by Reps. Lightner and Bollin and referred to Committee on Economic Competitiveness.

A bill to amend 1984 PA 270, entitled
"Michigan strategic fund act,"
by amending section 9 (MCL 125.2009), as amended by 2024 PA 117.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 9. (1) The fund shall transmit to each member of the
2 legislature, the governor, the clerk of the house of
3 representatives, the secretary of the senate, and the senate and
4 house fiscal agencies annually a report of its activities. The

1 report must be transmitted not later than April 10 of each year for
2 activities in the immediately preceding state fiscal year. The
3 report must not include information exempt from disclosure under
4 section 5. The report must include, but is not limited to, all of
5 the following for each program operated under this act:

6 (a) A list of entities that received financial assistance.

7 (b) The type of project or product being financed.

8 (c) The amount and type of financial assistance.

9 (d) For each separate form of financial assistance, all of the
10 following:

11 (i) The number of new jobs committed or projected when the
12 financial assistance was applied for.

13 (ii) The number of retained jobs committed or projected when
14 the financial assistance was applied for.

15 (iii) The actual number of new jobs created that are not
16 temporary employees.

17 (iv) The actual number of retained jobs that are not temporary
18 employees.

19 (v) The average annual salary of the new jobs created that are
20 not temporary employees.

21 (vi) The average annual salary of the retained jobs that are
22 not temporary employees.

23 (e) The duration of the financial assistance.

24 (f) The amount of financial support other than state
25 resources.

26 (g) Money or other revenue or property returned to the fund,
27 including any repayments through a clawback provision in the
28 agreement.

29 (h) The status of all loans of the fund.

(i) A list of all entities that are in bankruptcy, of which the fund has received actual notice, filed by a direct recipient of an active single incentive of not less than \$500,000.00. In addition, the fund shall, within 120 days after the fund receives notice, provide a report of the notice of bankruptcy on its website and forward the report to each of the following:

(i) The senate majority leader and the senate minority leader.

(ii) The speaker of the house and the house minority leader.

(iii) The members of the house ~~commerce and tourism~~ **economic competitiveness** committee.

(iv) The members of the house appropriations subcommittee on ~~general government~~ **labor and economic opportunity**.

(v) The members of the senate economic and ~~small business~~ **community** development committee.

(vi) The members of the senate appropriations subcommittee on ~~general government~~ **LEO/MEDC**.

(j) A summary of the approximate administrative costs used to administer the programs and activities authorized under this act.

(k) Any other information as required by this section.

(2) The auditor general or a certified public accountant appointed by the auditor general annually shall conduct and remit to the legislature an audit of the fund and, in the conduct of the audit, shall have access to all records of the fund at any time, whether or not confidential. Each audit required by this section must include a determination of whether the fund is likely to be able to continue to meet its obligations, including a report on the status of outstanding loans and agreements made by the fund.

(3) The fund shall also transmit the audit described in subsection (2) to the chairperson and minority vice-chairperson of

1 the senate appropriations subcommittee on ~~general government~~
2 **LEO/MEDC** and the house of representatives appropriations
3 subcommittee on ~~general government~~. **labor and economic opportunity.**
4 The fund shall make the report and audit available to the public on
5 the fund's website.

6 (4) The report described in subsection (1) must also contain
7 all of the following that are related to a 21st century investment
8 made by the fund board under chapter 8A:

9 (a) The amount of qualified venture capital fund investments,
10 qualified mezzanine fund investments, and qualified private equity
11 fund investments under management in this state, including year-to-
12 year growth.

13 (b) The value of loan enhancement program investments,
14 qualified private equity fund investments, qualified mezzanine fund
15 investments, and qualified venture capital investments in qualified
16 businesses, including year-to-year growth.

17 (c) A statement of the amount of money in each loan reserve
18 fund established under the small business capital access program
19 required under chapter 8A.

20 (5) The report described in subsection (1) must also include,
21 but is not limited to, all of the following for all actions under
22 section 88r:

23 (a) The total actual amount of qualified investment attracted
24 under section 88r as reported to the fund.

25 (b) The total actual number of new jobs created under section
26 88r as reported to the fund.

27 (c) The actual amount of the grant, loan, or other economic
28 assistance made under section 88r separately for each qualified
29 business verified by the fund.

1 (d) For each qualified business, whether it is a new business,
2 whether it is an expansion of an existing business, or whether it
3 relocated from outside of this state.

4 (e) An evaluation of the aggregate return on investment that
5 this state realizes on the actual qualified new jobs and actual
6 qualified investment made by qualified businesses.

7 (6) The report described in subsection (1) must also include,
8 but is not limited to, all of the following for all actions under
9 chapter 8B:

10 (a) For tourism promotion efforts, all of the following:

11 (i) An itemized list, by market, of how much was spent, types
12 of media purchased, and target of the tourism promotion campaign.

13 (ii) The return on investment analysis that utilizes existing
14 baseline data and compares results with prior outcome evaluations
15 funded by Travel Michigan.

16 (b) For business development efforts, all of the following:

17 (i) An itemized list, by market, of how much was spent, types
18 of media purchased, and target of the business promotion campaign.

19 (ii) A performance analysis that compares the program or
20 campaign objectives and outcome of the campaign or program.

21 (7) The report described in subsection (1) must also include,
22 but is not limited to, all of the following for all actions under
23 section 90d:

24 (a) The total actual amount of private investment attracted
25 under section 90d as reported to the fund.

26 (b) The actual amount of the community revitalization
27 incentives made under chapter 8C separately for each project.

28 (c) The total actual amount of square footage revitalized or
29 added for each project approved under section 90d as reported to

1 the fund. When reporting square footage, the person must report the
 2 square footage by category, including, but not limited to,
 3 commercial, residential, or retail.

4 (d) The aggregate increase in taxable value of all property
 5 subject to a written agreement under chapter 8C when established
 6 and recorded by the local units of government and as reported to
 7 the fund.

8 (e) The total actual number of residential units revitalized
 9 or added for each project approved under section 90d as reported to
 10 the fund.

11 (f) Each project that received a community revitalization
 12 incentive outside the fund program standards and guidelines and why
 13 the variance was given.

14 (8) Beginning on and after January 1, 2012, on a monthly basis
 15 the fund shall provide exact copies of all information regarding
 16 all actions under chapter 8C that is provided to board members of
 17 the fund for the purpose of monthly board meetings, subject to
 18 confidentiality under section 5, to each of the following and post
 19 that information on the fund's website:

20 (a) The chairperson and minority vice-chairperson of the house
 21 ~~commerce and tourism~~ **economic competitiveness** committee.

22 (b) The chairperson and minority vice-chairperson of the house
 23 appropriations subcommittee on ~~general government~~ **labor and**
 24 **economic opportunity**.

25 (c) The chairperson and minority vice-chairperson of the
 26 senate economic and ~~small business~~ **community** development committee.

27 (d) The chairperson and minority vice-chairperson of the
 28 senate appropriations subcommittee on ~~general government~~ **LEO/MEDC**.

29 (9) The report described in subsection (1) must also include a

1 summary of the approximate administrative costs used to administer
2 the programs and activities authorized in the following sections:

3 (a) Section 88b.

4 (b) Section 88h.

5 (c) Section 90b.

6 (10) The report described in subsection (1) must also include,
7 but is not limited to, all of the following for all actions for
8 business incubators approved by the fund after January 14, 2015:

9 (a) The number of new jobs created and projected new job
10 growth by current clients of the business incubator.

11 (b) Amounts of other funds leveraged by current clients of the
12 business incubator.

13 (c) Increases in revenue for current clients of the business
14 incubator.

15 (11) The report described in subsection (1) must also include
16 the actual repayments received by the fund for failure to comply
17 with clawback provisions of the written agreement under all of the
18 following:

19 (a) Section 78.

20 (b) Section 88d.

21 (c) Section 88k.

22 (d) Section 88q.

23 (e) Section 88r.

24 (f) Section 90b.

25 (12) Beginning on July 1, 2015, the fund shall post on the
26 fund's website a list of each contract, agreement, or other written
27 loan or grant documentation for financial assistance under sections
28 88r and 90b that the fund entered into or modified in the
29 immediately preceding fiscal year.

1 (13) Beginning on July 1, 2015, the fund shall post and update
2 periodically all of the following on its website for all loans made
3 under sections 88r and 90b:

4 (a) A description of the project for which the loan was made.

5 (b) The total amount of the loan.

6 (c) Whether payments on the loan balance are current or
7 delinquent.

8 (d) The interest rate of the loan.

9 (14) Beginning July 1, 2015, the report described in
10 subsection (1) must also contain all of the following for each
11 program that provides financial assistance under this act that
12 requires a site visit:

13 (a) A copy of the site visit guidelines for that program.

14 (b) The number of site visits conducted under that program.

15 (c) The chief compliance officer shall review and evaluate
16 compliance with the site visit guidelines.

17 (15) The fund shall post on its website and update
18 periodically all of the information described in subsection (14).

19 (16) The report described in subsection (1) must also include,
20 but is not limited to, all of the following for all written
21 agreements related to the good jobs for Michigan program created
22 under chapter 8D:

23 (a) The name of the authorized business.

24 (b) The number of certified new jobs required to be
25 maintained.

26 (c) The amount and duration of the withholding tax capture
27 revenues.

28 ~~(17) The report described in subsection (1) must also include~~
29 ~~the activities of the critical industry program described in~~

1 ~~section 88s.~~

2 ~~(18) The report described in subsection (1) must also include~~
3 ~~the activities of the Michigan strategic site readiness program~~
4 ~~described in section 88t.~~

5 (17) ~~(19)~~ The fund shall cooperate with the department of
6 treasury and assist in preparing the report required under section
7 718 of the income tax act of 1967, 1967 PA 281, MCL 206.718.

8 (18) ~~(20)~~ As used in this section, "financial assistance"
9 means grants, loans, other economic assistance, and any other
10 incentives or assistance under this act.

11 Enacting section 1. This amendatory act does not take effect
12 unless House Bill No. 5294 (request no. H05252'25) of the 103rd
13 Legislature is enacted into law.