

**DETROIT CHARTER REVISION COMMISSION**

**PROPOSAL/ISSUE REVIEW SUMMARY**

**ISSUE NUMBER:** CED 25

**ISSUE CATEGORY:** Community & Economic Development

**SOURCE:** City Council

**RELATED CHARTER SECTIONS:** §9-510 (Incentives for City-Based Businesses)

Letter dated 12/2/10

**RELEVANT ORDINANCE SECTION:**

**RELEVANT LAW(S):**

**ISSUE/PROPOSAL STATEMENT:** Provide that incentives for businesses can only be allowed to the extent permitted by law. Allow city to provide incentives for community-based enterprises via ordinance. Remove language allowing the ordinance to provide for defined areas which do not grow in assessed value at the rate of inflation, according to the annual consumer price index. Remove language allowing City Council to adopt a set-aside or other race neutral ordinance for purchases.

Sec. 9-510. Incentives for city-based businesses.

The city shall provide by ordinance for incentives to business entities located within the city of Detroit, ~~to the extent permitted by law.~~

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The city may adopt a purchasing ordinance with a system of incentives for Detroit-based businesses. The incentives may provide for businesses located in economic zones of the

city, ~~or for community-based enterprises,~~ as defined by ordinance. This ordinance shall be enacted ~~no more than~~ one-hundred eighty (180) days after adoption of this Charter.

**Deleted:** or less

**Deleted:** Such ordinance may provide for defined areas which do not grow in assessed value at the rate of inflation, according to the annual consumer price index. ¶

The council may adopt a set-aside or other race or gender neutral ordinance for purchases provided. The ordinance shall be drawn in accordance with the Constitution of the United States and the Constitution of the State of Michigan. ¶

**RATIONALE:** "The proposed language is amended to conform to current state law with respect to race and gender set-asides." -City Council's Rationale, Letter, dated December 13, 2010.

**ANALYSIS:**

**DISPOSITION/COMMISSION ACTION:**

**NOTES:**