



# Program Implementation Issues

## Subcommittee Members

- Jean Derenzy, Grand Traverse County BRA, Committee Chair
- Meg Coughlin, Dickinson Wright – Air & Waste Management Association, East Michigan Chapter
- Anne Giroux, Marquette County Treasurer
- Jennifer Kanalos, Detroit Economic Growth Corporation
- Jeff Hawkins, Envirollogic
- Susan Wenzlick, MDEQ



# Administrative Costs

- LUGs admin. fees for non-technical oversight capped at 3%
- Additional 5% available for technical oversight
- Total 8% allocated to oversight costs



# Brownfield Grant/Loan/Act 381 Work Plan Reviews and Oversight

- Evaluation of work plans lack consistency
- Recommendations: Encourage MDEQ to dedicate a single staff person in each District & Lansing to streamline process



# Use of Grant and Loan Funds When LUG is a Liable Party

- LUG's prohibited from receiving grant or loans if responsible for the release
- Recommendation – Allow LUG to use loan funds (but not grant funds) with a 50% match



# Multiple Grant/Loan Awards for the Same Project

- **Currently: \$1M Grant & \$1M Loan per year**
- **Recommendation: Allow Projects to receive multiple grants & loans in single year**



# Loan Guarantees and Repayment

- State requires use of revenue sharing to secure the brownfield loan
- LUG requires financial security from a developer – issue cost
- Recommendations:
  - More Flexibility in loan guarantees & repayment
  - More Flexibility in financial security from developer



# Grant Approval Timing

- Delays caused by State Administrative Board Approval for grants
- Recommendations:
  - Ad Board Approval prior to submittal of a full application



# Sustainable Funding Source

- Issue: limited grant and loan funds available
- Recommendations:
  - MDEQ should create further sustainable funding sources
  - Stakeholder group should be appointed to evaluate & make recommendations



# Capturing TIF on MSF-Funded Eligible Activities for Local Revolving Funds

**LUGs capturing abilities are limited**

**Recommendations: Expanded mechanism for capturing TIF**



# Questions?