

112TH CONGRESS
1ST SESSION

H. R. 2920

To establish the Detroit Jobs Trust Fund.

IN THE HOUSE OF REPRESENTATIVES

SEPTEMBER 14, 2011

Mr. CLARKE of Michigan introduced the following bill; which was referred to the Committee on Ways and Means, and in addition to the Committee on Oversight and Government Reform, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To establish the Detroit Jobs Trust Fund.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Detroit Jobs Trust
5 Fund Act”.

6 **SEC. 2. DETROIT JOBS TRUST FUND.**

7 (a) IN GENERAL.—Subchapter A of chapter 98 of the
8 Internal Revenue Code of 1986 is amended by adding at
9 the end the following new section:

1 **“SEC. 9512. DETROIT JOBS TRUST FUND.**

2 “(a) CREATION OF TRUST FUND.—There is estab-
3 lished in the Treasury of the United States a trust fund
4 to be known as the ‘Detroit Jobs Trust Fund’, consisting
5 of such amounts as may be appropriated or credited to
6 such fund as provided in this section or section 9602(b).

7 “(b) TRANSFERS TO TRUST FUND.—There are here-
8 by appropriated to the Detroit Jobs Trust Fund amounts
9 equivalent to receipts in the Treasury of taxes imposed
10 under this title (with respect to periods after the date of
11 the enactment of this section) which are (as determined
12 by the Secretary) attributable to Detroit, Michigan.

13 “(c) EXPENDITURES.—

14 “(1) IN GENERAL.—Except as otherwise pro-
15 vided in this subsection, amounts in the Detroit Jobs
16 Development Fund shall (without need of any fur-
17 ther appropriation) be distributed annually by the
18 Secretary to the city of Detroit, Michigan to carry-
19 out the purposes described in paragraph (2).

20 “(2) USE OF EXPENDITURES.—Amounts dis-
21 tributed to the city of Detroit, Michigan under this
22 section shall be used for the following purposes and
23 in the following order of priority:

24 “(A) To the extent of the first
25 \$378,256,650 distributed with respect the an-

1 nual period, for any purpose determined by the
2 city government of Detroit, Michigan.

3 “(B) Second, for payment of principal and
4 interest on any obligation issued by the city of
5 Detroit, Michigan (to the extent of such obliga-
6 tions).

7 “(C) Third, for payment of principal and
8 interest on obligations to which section 103 ap-
9 plies and the proceeds of which were used for
10 the public schools of the city of Detroit, Michi-
11 gan (to the extent of such obligations).

12 “(D) Fourth, for jobs development, public
13 safety, education, business infrastructure, or
14 public infrastructure (to the extent consistent
15 with the plan described in paragraph (4)).

16 “(3) RESTRICTION ON DISTRIBUTIONS.—No
17 distribution shall be made by the Secretary under
18 paragraph (1) unless—

19 “(A) the city of Detroit, Michigan, does
20 not impose an income tax,

21 “(B) such city has reduced the aggregate
22 property taxes imposed by an amount not less
23 than the reduction in the payment obligations
24 of such city by reason of the payments de-
25 scribed in paragraph (2), and

1 “(C) all prior distributions made to the
2 city under paragraph (2) were used by the city
3 in a manner consistent with the requirements of
4 paragraph (2).

5 “(4) 5-YEAR DEVELOPMENT PLAN.—A plan is
6 described in this paragraph if such plan—

7 “(A) is a 5-year plan describing develop-
8 ment goals for Detroit, Michigan, and detailing
9 how distributions for purposes described in
10 paragraph (2)(D) will be spent,

11 “(B) has been approved by simple majority
12 vote of the City Council of Detroit, Michigan
13 (after consultation with the Detroit Board of
14 Education), and

15 “(C) has been submitted to, and approved
16 by, the Secretary of Housing and Urban Devel-
17 opment.

18 No distribution shall be made under paragraph (1)
19 for a purpose described in paragraph (2)(D) unless
20 a plan described in this paragraph is in effect and
21 all prior such distributions for such purposes were
22 used in accordance with such plan.

23 “(5) AMOUNTS MADE AVAILABLE NOT TO RE-
24 DUCE OTHER FUNDING.—Amounts distributed to the
25 city of Detroit, Michigan under this section shall

1 supplement, and not supplant, any other funding
2 (including any Federal funding) for such city.

3 “(d) TERMINATION.—No amount shall be distributed
4 from, or appropriated to, the Detroit Jobs Trust Fund
5 after the 5-year period beginning on the date of the enact-
6 ment of this Act. Any amounts remaining in such Trust
7 Fund at the end of such period shall be transferred to
8 the general fund of the Treasury.”.

9 (b) The table of sections for subchapter A of chapter
10 98 of such Code is amended by adding at the end the fol-
11 lowing new item:

“Sec. 9512. Detroit Jobs Trust Fund.”.

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