SUBSTITUTE FOR HOUSE BILL NO. 6060

A bill to amend 2018 IL 1, entitled "Michigan Regulation and Taxation of Marihuana Act," by amending section 14 (MCL 333.27964).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 14. (1) 1. The marihuana regulation fund is created in
- 2 the state treasury. The department of treasury shall deposit into
- 3 the fund all money collected under section 13 and all money
- 4 collected by the department of treasury in accordance with an
- 5 agreement described in section 3(x)(ii), of this act and the
- 6 department marijuana regulatory agency shall deposit into the fund
- 7 all fees collected in the fund. under this act. The state treasurer
- 8 shall direct the investment of the fund and shall credit to the
- 9 fund interest and earnings from fund investments. The department



- 1 marijuana regulatory agency shall administer the fund for auditing
 2 purposes. Money in the fund shall at the close of the fiscal year
 3 must remain in the fund and must not lapse to the general fund.
- 4 (2) 2. Funds for the initial activities of the department
 5 marijuana regulatory agency to implement this act shall be
 6 appropriated from the general fund. The department marijuana
 7 regulatory agency shall repay any amount appropriated under this subsection from proceeds in the fund.
- 9 (3) 3. The department marijuana regulatory agency shall expend
 10 money in the fund first for as follows:
 - (a) For the implementation, administration, and enforcement of this act. , and second, until
- 13 (b) Until 2022 or for at least two-2 years, to provide \$20 million annually to one whichever is later, for 1 or more 14 15 development and research projects, including clinical trials, that 16 are approved by the United States food and drug administration 17 Drug Administration and sponsored by a non-profit nonprofit organization or researcher within an academic institution 18 19 researching the efficacy of marihuana in treating the medical 20 conditions and preventing the suicide of United States armed services Armed Services veterans. and preventing veteran suicide. 21 The marijuana regulatory agency shall expend \$20,000,000.00 per 22 23 year under this subdivision.
 - (4) Upon appropriation, the unexpended balances in the fund
 must be allocated as follows:
- 26 (a) Subject to subsection (5), 15% to municipalities in which 27 a marihuana retail store retailer or a marihuana microbusiness is 28 located, allocated in proportion to the number of marihuana retail 29 stores and marihuana microbusinesses within the each municipality.

11

12

24

25

1 ;

2

3

4 5

8

9

10

11

12

13

14

15

16

(b) Subject to subsection (5), 15% to counties in which a marihuana retail store retailer or a marihuana microbusiness is located, allocated in proportion to the number of marihuana retail stores and marihuana microbusinesses within the each county. +

6 (c) 35% to the school aid fund to be used for K-12 education.
7 ; and

- (d) 35% to the Michigan transportation fund to be used for the repair and maintenance of roads and bridges.
- (5) If a marihuana retailer or marihuana microbusiness is located in Indian lands, the portions of the unexpended balances attributable to the marihuana retailer or marihuana microbusiness that would have otherwise been allocated to a municipality under subsection (4)(a) and a county under subsection (4)(b) must instead be allocated to the Indian tribe in whose Indian lands the marihuana retailer or marihuana microbusiness is located.

Enacting section 1. This amendatory act does not take effect unless House Bill No. 5706 of the 101st Legislature is enacted into law.

