

**SUBSTITUTE FOR
SENATE BILL NO. 588**

A bill to amend 2000 PA 489, entitled
"Michigan trust fund act,"
by amending section 7 (MCL 12.257), as amended by 2008 PA 256.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 7. (1) The 21st century jobs trust fund is established in
2 the department of treasury. The 21st century jobs trust fund shall
3 consist of donations of money made to the 21st century jobs trust
4 fund from any source and both of the following:

5 (a) To the extent provided in section 8(1) of the Michigan
6 tobacco settlement finance authority act, 2005 PA 226, MCL 129.268,
7 the net proceeds of the sale of tobacco settlement revenues to the
8 tobacco settlement finance authority under the Michigan tobacco
9 settlement finance authority act, 2005 PA 226, MCL 129.261 to
10 129.279.

1 (b) Amounts appropriated from the general fund in section
2 89b(1) of the Michigan strategic fund act, 1984 PA 270, MCL
3 125.2089b.

4 (2) The state treasurer shall direct the investment of the
5 21st century jobs trust fund, which may be invested as part of the
6 common cash of this state under 1967 PA 55, MCL 12.51 to 12.53, but
7 shall be separately accounted for by the state treasurer. The state
8 treasurer may invest the funds or assets of the 21st century jobs
9 trust fund in any investment authorized under 1855 PA 105, MCL
10 21.141 to 21.147, for surplus funds of this state, in obligations
11 issued by any state or political subdivision or instrumentality of
12 the United States, or in any obligation issued, assumed, or
13 guaranteed by a solvent entity created or existing under the laws
14 of the United States or of any state, district, or territory of the
15 United States, which are not in default as to principal or
16 interest. In addition, the state treasurer shall comply with the
17 divestment from terror act in making investments under this
18 section.

19 (3) Except as provided in subsection (4), money in the 21st
20 century jobs trust fund at the close of a fiscal year shall remain
21 in the 21st century jobs trust fund and shall not revert to the
22 general fund.

23 (4) Interest and earnings from investment of the 21st century
24 jobs trust fund shall be deposited in the general fund.

25 (5) Beginning in fiscal year 2008 and through fiscal year
26 2015, each year \$75,000,000.00 of the tobacco settlement revenue
27 received by this state that is not considered a TSR as that term is

1 defined under the Michigan tobacco settlement finance authority
2 act, 2005 PA 226, MCL 129.261 to 129.279, shall be deposited into
3 the 21st century jobs trust fund.

4 (6) For the fiscal year ending September 30, 2016 only,
5 \$30,000,000.00 of the tobacco settlement revenue received by this
6 state that is not considered a TSR as that term is defined under
7 the Michigan tobacco settlement finance authority act, 2005 PA 226,
8 MCL 129.261 to 129.279, shall be deposited into the 21st century
9 jobs trust fund.

10 (7) FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2009 ONLY,
11 \$9,000,000.00 OF THE TOBACCO SETTLEMENT REVENUE RECEIVED BY THIS
12 STATE THAT IS NOT CONSIDERED A TSR AS THAT TERM IS DEFINED UNDER
13 THE MICHIGAN TOBACCO SETTLEMENT FINANCE AUTHORITY ACT, 2005 PA 226,
14 MCL 129.261 TO 129.279, SHALL BE USED TO DEVELOP A CONVENTION
15 FACILITY.

16 Enacting section 1. This amendatory act does not take effect
17 unless all of the following bills of the 95th Legislature are
18 enacted into law:

- 19 (a) Senate Bill No. 585.
20 (b) Senate Bill No. 586.
21 (c) Senate Bill No. 587.