

HOUSE BILL No. 4677

May 24, 2011, Introduced by Reps. Olson and Opsommer and referred to the Committee on Appropriations.

A bill to amend 1941 PA 258, entitled

"An act to simplify the accounting procedures of the state; to provide for the state funds through which all state accounting or bookkeeping transactions are to be recorded; to provide for the discontinuance or merging of certain state funds; to adjust the accounting of payments into the highway bond sinking fund on a fiscal year basis; and to repeal all acts and parts of acts inconsistent with the provisions of this act,"

by amending the title and section 10 (MCL 21.110).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 TITLE

2 An act to simplify the accounting procedures of the state; to
3 provide for the state funds through which all state accounting or
4 bookkeeping transactions are to be recorded **AND FOR A COMMON RATE**
5 **OF INTEREST TO BE CREDITED**; to provide for the discontinuance or
6 merging of certain state funds; **AND** to ~~adjust the accounting of~~
7 ~~payments into the highway bond sinking fund on a fiscal year basis;~~

~~and to repeal all acts and parts of acts inconsistent with the provisions of this act~~ **PROVIDE FOR CERTAIN DUTIES OF THE STATE AUDITOR GENERAL.**

Sec. 10. (1) The assets of the state treasurer's common cash fund shall consist of +

~~— (a) Such **THE** remaining cash of the several state funds as may have been deposited by the state treasurer in 1 or more common bank depositories commingled with the cash of any other fund or funds in such **THESE** depositories or held by the state treasurer for eventual deposit in such **THESE** depositories -~~

~~— (b) The **AND THE** cash overdrafts due from such **THE** state funds for which expenditures from such **THE** commingled depositories had exceeded the cash deposited or placed to their respective credit in such **THE** depositories.~~

(2) The liabilities of the state treasurer's common cash fund shall comprise the equities of ~~such **THE**~~ state funds for which the aggregate of the cash deposited or placed to their respective credit in the state treasurer's common cash fund has exceeded the cash expended for their account. ~~therefrom.~~

(3) **NOTWITHSTANDING ANY OTHER LAW TO THE CONTRARY, ALL CASH AND OTHER ASSETS OF THE STATE FUNDS THAT ARE DEPOSITED BY THE STATE TREASURER INTO THE COMMON CASH FUND SHALL BE CREDITED WITH THE SAME RATE OF INVESTMENT INTEREST. TO THE EXTENT THAT THE VARIOUS STATE FUNDS NEED TO BE TREATED AS TRUST FUNDS TO BE CREDITED WITH A COMMON INTEREST RATE UNDER THIS ACT, THE STATE TREASURER SHALL TREAT THE VARIOUS STATE FUNDS AS TRUST FUNDS. IF IT IS NECESSARY TO TREAT ALL FUNDS AS UNCAPPED FUNDS IN ORDER FOR THE APPLIED AND**

1 CREDITED INTEREST RATES TO BE EQUAL FOR PURPOSES OF CREDIT TO THE
2 VARIOUS STATE FUNDS, THE STATE TREASURER SHALL TREAT ALL STATE
3 FUNDS IN THE COMMON CASH FUND AS UNCAPPED.