

SENATE BILL No. 1108

September 5, 2018, Introduced by Senator STAMAS and referred to the Committee on Appropriations.

A bill to amend 2000 PA 489, entitled
"Michigan trust fund act,"
by amending section 7 (MCL 12.257), as amended by 2014 PA 504.

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~~**CONSISTS** of donations of money made to the 21st century
4 jobs trust 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

1 129.279.

2 (b) Amounts appropriated from the general fund in section
3 89b(1) of the Michigan strategic fund act, 1984 PA 270, MCL
4 125.2089b.

5 (2) The state treasurer shall direct the investment of the
6 21st century jobs trust fund, which may be invested as part of the
7 common cash of this state under 1967 PA 55, MCL 12.51 to 12.53, but
8 ~~shall~~**MUST** be separately accounted for by the state treasurer. The
9 state treasurer may invest the ~~funds~~**MONEY** or assets of the 21st
10 century jobs trust fund in any investment authorized under 1855 PA
11 105, MCL 21.141 to 21.147, for surplus funds of this state, in
12 obligations issued by any state or political subdivision or
13 instrumentality of the United States, or in any obligation issued,
14 assumed, or guaranteed by a solvent entity created or existing
15 under the laws of the United States or of any state, district, or
16 territory of the United States, ~~which~~**THAT** are not in default as
17 to principal or interest. In addition, the state treasurer shall
18 comply with the divestment from terror act, 2008 PA 234, MCL
19 129.291 to 129.301, in making investments under this section.

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

24 (4) Interest and earnings from investment of the 21st century
25 jobs trust fund ~~shall~~**MUST** be deposited in the general fund. For
26 the fiscal year ending September 30, 2009 only, in addition to any
27 interest and earnings deposited in the general fund under this

1 subsection, \$42,000,000.00 of the ~~funds-MONEY~~ in the 21st century
2 jobs trust fund is transferred to and ~~shall-MUST~~ be deposited into
3 the general fund.

4 (5) Beginning in fiscal year 2008 and through fiscal year
5 ~~2019, 2023~~, each fiscal year \$75,000,000.00 of the tobacco
6 settlement revenue received by this state that is not considered a
7 TSR as that term is defined under the Michigan tobacco settlement
8 finance authority act, 2005 PA 226, MCL 129.261 to 129.279, ~~shall~~
9 **MUST** be deposited into the 21st century jobs trust fund.

10 (6) For the fiscal year ending September 30, 2010 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-MUST~~ be used as provided in the state
15 convention facility development act, 1985 PA 106, MCL 207.621 to
16 207.640.

17 (7) For the fiscal year ending September 30, 2010 only,
18 \$37,500,000.00 of the ~~funds-MONEY~~ in the 21st century jobs trust
19 fund is transferred to and ~~shall-MUST~~ be deposited into the general
20 fund.

21 (8) Beginning in fiscal year 2015 and through fiscal year
22 2035, each year \$17,500,000.00 of the tobacco settlement revenue
23 received by this state that is not considered a TSR as that term is
24 defined under the Michigan tobacco settlement finance authority
25 act, 2005 PA 226, MCL 129.261 to 129.279, ~~shall-MUST~~ be deposited
26 into the countercyclical budget and economic stabilization fund
27 created in section 351 of the management and budget act, 1984 PA

1 431, MCL 18.1351.