

# HOUSE BILL NO. 5674

January 18, 2022, Introduced by Reps. Cynthia Johnson, Rabhi, Scott, Brenda Carter, Thanedar, Brabec, Tyrone Carter, Hood, Whitsett, Jones and Yancey and referred to the Committee on Appropriations.

A bill to establish the racial equity and reparations fund in the department of treasury; to provide for the expenditure of money from the fund; and to provide for the powers and duties of certain state officers and entities.

## **THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 1. This act may be cited as the "racial equity and  
2 reparations fund act".

3           Sec. 2. As used in this act:

4           (a) "Department" means the department of treasury.

5           (b) "Fund" means the racial equity and reparations fund

1 created in section 3.

2           Sec. 3. (1) The racial equity and reparations fund is created  
3 in the state treasury.

4           (2) The state treasurer shall deposit into the fund money and  
5 other assets received from the proceeds of the surcharge levied  
6 under section 15 of the Michigan strategic fund act, 1984 PA 270,  
7 MCL 125.2015, or from any other source. The state treasurer shall  
8 direct the investment of money in the fund and credit interest and  
9 earnings from the investments to the fund.

10           (3) The department is the administrator of the fund for audits  
11 of the fund.

12           (4) Money in the fund at the close of the fiscal year must  
13 remain in the fund and must not lapse to the general fund.

14           (5) The department shall expend money from the fund, on  
15 appropriation, only to provide grants, loans, investments, and  
16 other economic assistance for businesses and economic developments  
17 that promote the African-American community in this state.

18           Enacting section 1. This act does not take effect unless  
19 Senate Bill No. \_\_\_\_ or House Bill No. 5672 (request no. 04841'21)  
20 of the 101st Legislature is enacted into law.