

HOUSE SUBSTITUTE FOR
SENATE BILL NO. 931

A bill to amend 1994 PA 451, entitled
"Natural resources and environmental protection act,"
by amending section 74119 (MCL 324.74119), as amended by 2002 PA
54.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 74119. (1) In accordance with section 35a of article IX
2 of the state constitution of 1963, the Michigan state parks
3 endowment fund is created within the state treasury. The Michigan
4 state parks endowment fund may be referred to as the Genevieve
5 Gillette state parks endowment fund.

6 (2) The state treasurer may receive money or other assets from
7 any source for deposit into the endowment fund. The state treasurer

shall direct the investment of the endowment fund. The state treasurer shall have the same authority to invest the assets of the endowment fund as is granted to an investment fiduciary under the public employee retirement system investment act, 1965 PA 314, MCL 38.1132 to ~~38.1140~~. **38.1141**. The state treasurer shall credit to the endowment fund interest and earnings from endowment fund investments.

(3) Money in the endowment fund at the close of the fiscal year shall remain in the endowment fund and shall not lapse to the general fund.

(4) The accumulated principal of the endowment fund shall not exceed \$800,000,000.00, which amount shall be annually adjusted pursuant to the Detroit ~~consumer price index-all~~ **CONSUMER PRICE INDEX-ALL** items beginning when the endowment fund reaches \$800,000,000.00. This annually adjusted figure is the accumulated principal limit of the endowment fund.

(5) Money in the endowment fund shall be expended for ~~operations, maintenance, and capital~~ **ALL OF THE FOLLOWING:**

(A) **CAPITAL** improvements at Michigan state parks. ~~and for the acquisition~~

(B) **OPERATIONS AND MAINTENANCE AT MICHIGAN STATE PARKS.**

(C) **ACQUISITION** of land or rights in land for Michigan state parks.

(D) **ADMINISTRATION OF THE ENDOWMENT FUND.**

(6) **NOT LESS THAN 20% OF THE MONEY MADE AVAILABLE FOR EXPENDITURE FROM THE ENDOWMENT FUND FROM ANY STATE FISCAL YEAR SHALL BE EXPENDED UNDER SUBSECTION (5) (A) FOR CAPITAL IMPROVEMENTS**

1 **AT MICHIGAN STATE PARKS.**

2 (7) ~~(6)~~—Money in the endowment fund shall be expended as
3 follows:

4 (a) Until the endowment fund reaches an accumulated principal
5 of \$800,000,000.00, each state fiscal year the legislature may
6 appropriate not more than 50% of the money received under section
7 35 of article IX of the state constitution of 1963 plus interest
8 and earnings and any private contributions or other revenue to the
9 endowment fund.

10 (b) Once the accumulated principal in the endowment fund
11 reaches \$800,000,000.00, only the interest and earnings of the
12 endowment fund in excess of the amount necessary to maintain the
13 endowment fund's accumulated principal limit shall be expended.

14 (8) ~~(7)~~—Unexpended appropriations of the endowment fund from
15 any state fiscal year as authorized by this section may be carried
16 forward or may be appropriated as determined by the legislature for
17 purposes of this section.

18 (9) ~~(8)~~—The department shall annually prepare a report
19 containing an accounting of revenues and expenditures from the
20 endowment fund. This report shall identify the interest and
21 earnings of the endowment fund from the previous year, the
22 investment performance of the endowment fund during the previous
23 year, and the total amount of appropriations from the endowment
24 fund during the previous year. This report shall be provided to the
25 senate and house of representatives appropriations committees and
26 the standing committees of the senate and house of representatives
27 with jurisdiction over issues pertaining to natural resources and

1 the environment.

2 Enacting section 1. This amendatory act does not take effect
3 unless all of the following bills of the 99th Legislature are
4 enacted into law:

5 (a) Senate Bill No. 763.

6 (b) Senate Bill No. 932.

7 Enacting section 2. This amendatory act does not take effect
8 unless Senate Joint Resolution O of the 99th Legislature becomes a
9 part of the state constitution of 1963 as provided in section 1 of
10 article XII of the state constitution of 1963.