



SENATE BILL No. 73

January 13, 1993, Introduced by Senator CISKY and referred to the Committee on Natural Resources and Environmental Affairs.

A bill to amend section 7 of Act No. 328 of the Public Acts of 1988, entitled "Environmental protection bond implementation act," being section 299.677 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 7 of Act No. 328 of the Public Acts of
2 1988, being section 299.677 of the Michigan Compiled Laws, is
3 amended to read as follows:

4 Sec. 7. (1) The total proceeds of all bonds issued under
5 the environmental protection bond authorization act, ACT NO. 326
6 OF THE PUBLIC ACTS OF 1988, BEING SECTIONS 299.651 TO 299.660 OF
7 THE MICHIGAN COMPILED LAWS, shall be deposited into the fund and
8 allocated as follows:

1 (a) Except as provided in ~~subdivision (d) and~~ section
2 8(1)(a)(ii), not more than \$425,000,000.00 shall be used to clean
3 up sites of toxic and other environmental contamination.

4 (b) Not more than \$150,000,000.00 shall be used for solid
5 waste projects including, but not limited to, reducing, recycl-
6 ing, and properly disposing of solid waste.

7 (c) Not more than \$60,000,000.00 shall be used to capitalize
8 ~~a~~ THE state water pollution control revolving fund ESTABLISHED
9 PURSUANT TO SECTION 16A OF THE SHARED CREDIT RATING ACT, ACT
10 NO. 227 OF THE PUBLIC ACTS OF 1985, BEING SECTION 141.1066A OF
11 THE MICHIGAN COMPILED LAWS.

12 (d) Not more than \$25,000,000.00 shall be used to fund this
13 state's participation in a regional Great Lakes protection fund.
14 ~~However, if within 2 years after the effective date of this act,~~
15 ~~a regional Great Lakes protection fund has not been created, the~~
16 ~~allocation provided for in this subdivision shall be allocated~~
17 ~~for the purpose provided in subdivision (a) and shall be in addi-~~
18 ~~tion to the \$425,000,000.00 provided in subdivision (a).~~

19 (2) The state treasurer shall direct the investment of the
20 fund. Except as otherwise may be required by the resolution
21 authorizing the issuance of the bonds in order to maintain the
22 exclusion from gross income of the interest paid on the bonds or
23 to comply with state or federal law, interest and earnings from
24 investment of the proceeds of any bond issue shall be ~~allocated~~
25 ~~in the same proportion as earned on the investment of the pro-~~
26 ~~ceeds of the bond issue~~ DEPOSITED IN THE STATE WATER POLLUTION

1 CONTROL REVOLVING FUND ESTABLISHED PURSUANT TO SECTION 16A OF ACT
2 NO. 227 OF THE PUBLIC ACTS OF 1985.

3 (3) Except as otherwise may be required by the resolution
4 authorizing the issuance of the bonds in order to maintain the
5 exclusion from gross income of the interest paid on the bonds or
6 to comply with state or federal law, all repayments of principal
7 and interest earned under a loan program provided in this act
8 shall be credited to the appropriate restricted subaccounts of
9 the fund and used for the purposes authorized for the use of bond
10 proceeds deposited in that subaccount or to pay debt service on
11 any obligation issued which pledges the loan repayments and the
12 proceeds of which are deposited in that subaccount.

13 (4) The unencumbered balance in the fund at the close of the
14 fiscal year shall remain in the fund and shall not revert to the
15 general fund.