

HOUSE BILL No. 5667

February 14, 2002, Introduced by Rep. Julian and referred to the Committee on House Oversight and Operations.

A bill to amend 1943 PA 240, entitled "State employees' retirement act," by amending section 9 (MCL 38.9).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 9. (1) ~~(a) State treasurer custodian of funds.~~ All
2 bonds or other obligations purchased according to section 8 shall
3 be ~~forthwith~~ placed in the hands of the state treasurer, who is
4 hereby designated as custodian ~~thereof~~ OF THE BONDS OR OTHER
5 OBLIGATIONS, and it shall be his OR HER duty to collect the prin-
6 cipal ~~thereof~~ and the interest ~~thereon~~ ON THE BONDS OR OTHER
7 OBLIGATIONS as ~~the same becomes~~ THEY BECOME due and payable,
8 and ~~place~~ DEPOSIT the ~~same~~ PRINCIPAL AND INTEREST when ~~so~~
9 collected into the retirement system's funds ~~herein~~ provided
10 for bonds or other obligations. The administrative board may
11 sell any of ~~said~~ THE bonds ~~,~~ or other obligations upon like

1 resolution, and the proceeds ~~thereof~~ OF THE BONDS OR OTHER
2 OBLIGATIONS shall be paid by the purchaser to the state treasurer
3 upon delivery to him OR HER of ~~said~~ THOSE bonds or other obli-
4 gations by the state treasurer.

5 (2) ~~(b)~~ The state treasurer shall be the custodian of all
6 other funds of the retirement system and all disbursements
7 ~~therefrom~~ shall be paid by the ~~auditor general~~ STATE
8 TREASURER upon vouchers ~~duly~~ authorized by the retirement board
9 and bearing the signature of the ~~duly~~ authorized officer of the
10 retirement board. The state treasurer shall give a separate and
11 additional bond in ~~such~~ AN amount as may be ~~fixed~~ ESTABLISHED
12 by the retirement board in the sum of not to exceed \$100,000.00
13 which bond shall be approved by the ~~auditor general and~~ attor-
14 ney general and shall be conditioned for the faithful performance
15 of his OR HER duties as custodian of the funds of the retirement
16 system. ~~provided for herein.~~ The cost of ~~such~~ THE bond shall
17 be paid out of the expense fund of the retirement board. ~~Such~~
18 THE bond shall be deposited with the secretary of state and kept
19 in his OR HER office.

20 (3) ~~(c)~~ The state treasurer is hereby authorized and
21 directed to deposit any portion of the funds of the retirement
22 system not needed for immediate use in the same manner and
23 subject to all the provisions of law with respect to the deposit
24 of state funds by ~~such~~ THE STATE treasurer, and all interest
25 earned ~~by such portion of the said~~ ON retirement system's funds
26 as may be deposited by the state treasurer ~~in pursuance of~~

1 ~~authority herewith given~~ UNDER THIS ACT shall be collected by
2 him OR HER and placed to the credit of the retirement fund.