

SUBSTITUTE FOR
SENATE BILL NO. 1169

A bill to amend 2000 PA 322, entitled
"Julian-Stille value-added act,"
(MCL 285.301 to 285.304) by adding section 2a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 2A. (1) THE AGRICULTURAL DEVELOPMENT FUND IS CREATED AS A
2 REVOLVING FUND WITHIN THE DEPARTMENT OF TREASURY TO BE ADMINISTERED
3 BY THE DEPARTMENT. THE STATE TREASURER SHALL DIRECT THE INVESTMENT
4 OF THE FUND. MONEY IN THE FUND AT THE CLOSE OF THE FISCAL YEAR
5 SHALL REMAIN IN THE FUND AND SHALL NOT LAPSE TO THE GENERAL FUND.
6 THE DEPARTMENT MAY UTILIZE UP TO 4% OF THE FUND FOR ADMINISTRATIVE
7 PURPOSES. THE STATE TREASURER SHALL CREDIT TO THE FUND MONEY FROM
8 THE FOLLOWING SOURCES:
9 (A) APPROPRIATIONS.

1 (B) MONEY OR OTHER ASSETS FROM ANY SOURCE FOR DEPOSIT INTO THE
2 FUND, INCLUDING FEDERAL MONEY, OTHER STATE REVENUES, GIFTS,
3 BEQUESTS, OR DONATIONS, AS WELL AS MONEY FROM ANY OTHER SOURCE
4 PROVIDED BY LAW.

5 (C) ANY MONEY REPRESENTING LOAN REPAYMENTS AND INTEREST ON THE
6 LOANS.

7 (2) OF THE MONEY APPROPRIATED DURING FISCAL YEAR 2005-2006
8 FROM THE 21ST CENTURY JOBS TRUST FUND, NOT MORE THAN 50% SHALL BE
9 USED FOR GRANTS AND THE REMAINING SHALL BE USED FOR LOANS AND LOAN
10 GUARANTEES. NOT LESS THAN 50% OF THE FUND SHALL BE AWARDED AS
11 GRANTS OR USED FOR LOANS AND LOAN GUARANTEES FOR SPECIALTY CROPS OR
12 PRODUCTS DERIVED FROM SPECIALTY CROPS. THE MAXIMUM GRANT FROM THE
13 FUND SHALL NOT EXCEED \$250,000.00. THE MAXIMUM LOAN OR LOAN
14 GUARANTEE SUPPORTED BY THE FUND SHALL NOT EXCEED \$500,000.00.

15 (3) UPON REQUEST FROM THE COMMISSION OF AGRICULTURE, THE STATE
16 TREASURER SHALL INVEST THE MONEY IN THE AGRICULTURAL DEVELOPMENT
17 FUND IN A MANNER SIMILAR TO THE QUALIFIED AGRICULTURAL LOAN PROGRAM
18 ESTABLISHED IN SECTION 2A OF 1855 PA 105, MCL 21.142A, AS PROVIDED
19 IN SECTION 2.

20 Enacting section 1. This amendatory act does not take effect
21 unless all of the following bills of the 93rd Legislature are
22 enacted into law:

23 (a) Senate Bill No. 1167.

24 (b) Senate Bill No. 1168.