## **SENATE BILL No. 438**

April 28, 2005, Introduced by Senator PRUSI and referred to the Committee on Appropriations.

A bill to amend 1984 PA 431, entitled "The management and budget act,"

by amending section 353c (MCL 18.1353c), as amended by 2002 PA 504.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 353c. (1) For the fiscal year ending September 30, 1995
- 2 only, there is appropriated from the fund to the general fund the
- 3 sum of \$59,500,000.00 to be used to pay the court settlement amount
- 4 for the department of natural resources in the matter of Miller
- 5 Brothers, et al v State of Michigan, et al (Court of Claims docket
- no. 88-11848-CM).
- (2) For the fiscal year ending September 30, 1995 only, there
- is appropriated from the fund to the general fund the sum of

- 1 \$875,000.00 to be used to pay the court settlement liquidated
- 2 damages for the department of natural resources in the matter of
- 3 Miller Brothers, et al v State of Michigan, et al (Court of Claims
- 4 docket no. 88-11848-CM).
- 5 (3) For the fiscal year ending September 30, 1995 only, there
- 6 is appropriated from the fund to the general fund the sum of
- 7 \$30,000,000.00 to be used to pay the court settlement and purchase
- 8 mineral rights for the department of natural resources in the
- 9 matter of Carnagel Oil Associates, et al v State of Michigan, et al
- 10 (Court of Claims docket no. 88-11848-CC).
- 11 (4) For the fiscal year ending September 30, 1995 only, there
- 12 is appropriated to the department of natural resources from the
- 13 general fund \$59,500,000.00. This appropriation may only be used to
- 14 pay the court settlement associated with the matter of Miller
- 15 Brothers, et al v State of Michigan, et al (Court of Claims docket
- **16** no. 88-11848-CM).
- 17 (5) For the fiscal year ending September 30, 1995 only, there
- 18 is appropriated to the department of natural resources from the
- 19 general fund \$875,000.00. This appropriation may only be used to
- 20 pay the court settlement liquidated damages associated with the
- 21 matter of Miller Brothers, et al v State of Michigan, et al (Court
- 22 of Claims docket no. 88-11848-CM).
- 23 (6) For the fiscal year ending September 30, 1995 only, there
- 24 is appropriated to the department of natural resources from the
- 25 general fund \$30,000,000.00. This appropriation may only be used to
- 26 pay the court settlement and purchase mineral rights associated
- 27 with the matter of Carnagel Oil Associates, et al v State of

- 1 Michigan, et al (Court of Claims docket no. 88-11848-CC). The
- 2 payment authorized under this subsection shall be made on or before
- 3 November 30, 1995.
- 4 (7) It is the intent of the legislature that money
- 5 appropriated from the fund to pay the court settlement and
- 6 liquidated damages associated with the matter of Miller Brothers,
- 7 et al v State of Michigan, et al (Court of Claims docket no. 88-
- 8 11848-CM) be repaid to the fund from the Michigan strategic fund
- 9 created in the Michigan strategic fund act, 1984 PA 270, MCL
- **10** 125.2001 to 125.2093.
- 11 (8) It is the intent of the legislature that money
- 12 appropriated from the fund to pay the court settlement and purchase
- 13 mineral rights associated with the matter of Carnagel Oil
- 14 Associates, et al v State of Michigan, et al (Court of Claims
- 15 docket no. 88-11848-CC) be repaid to the fund from the Michigan
- 16 strategic fund created in the Michigan strategic fund act, 1984 PA
- **17** 270, MCL 125.2001 to 125.2093.
- 18 (9) Following November 13, 1995, if the recipient of the
- 19 \$59,500,000.00 appropriation pursuant to subsections (1) and (4)
- 20 obtains, by lease, purchase, or otherwise, the mineral rights for
- 21 the real property that was the subject of the court settlement
- 22 referenced in this section, the state shall seek repayment of that
- 23 portion of the \$59,500,000.00 settlement that was not attributed to
- 24 the cost of the initial lease or to lawfully accrued interest.
- 25 (10) For the fiscal year ending September 30, 2001 only, there
- 26 is appropriated from the fund to the general fund the sum of
- **27** \$77,000,000.00.

- 1 (11) For the fiscal year ending September 30, 2001 only, the
- 2 state budget director, before the final accounting of state
- 3 revenues and expenditures is completed, shall calculate the amount
- 4 of funds that will be necessary to ensure a zero balance in the
- 5 general fund/general purpose state budget at bookclosing. This
- 6 calculation shall be made excluding any net general fund/general
- 7 purpose appropriation lapses that occur when the final accounting
- 8 of state expenditures is completed. For purposes of this
- 9 calculation, the closure or reduction of prior year work projects
- 10 shall not be considered appropriation lapses. The state budget
- 11 director shall provide a report to the house and senate
- 12 appropriations committees and the house and senate fiscal agencies
- 13 of this calculation as soon as it is completed. Based on this
- 14 calculation, there is appropriated from the fund to the general
- 15 fund the amount calculated by the state budget director, not to
- 16 exceed \$200,000,000.00.
- 17 (12) For the fiscal year ending September 30, 2002 only, there
- 18 is appropriated from the fund to the general fund the sum of
- **19** \$335,000,000.00.
- 20 (13) In addition to subsection (12), for the fiscal year
- 21 ending September 30, 2002 only, there is appropriated from the fund
- 22 to the school aid fund the sum of \$350,000,000.00.
- 23 (14) For the fiscal year ending September 30, 2002 only, the
- 24 state budget director, before the final accounting of state
- 25 revenues and expenditures is completed, shall calculate the amount
- 26 of funds that will be necessary to ensure a zero balance in the
- 27 general fund state budget at bookclosing. This calculation shall be

- 1 made excluding \$114,500,000.00. The state budget director shall
- 2 provide a report to the house and senate appropriations committees
- 3 and the house and senate fiscal agencies of this calculation as
- 4 soon as it is completed. Based on this calculation, there is
- 5 appropriated from the fund to the general fund the amount
- 6 calculated by the state budget director.
- 7 (15) For the fiscal year ending September 30, 2003 only, there
- 8 is appropriated from the fund to the general fund the sum of
- **9** \$207,000,000.00.
- 10 (16) FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2005 ONLY, THERE
- 11 IS APPROPRIATED FROM THE FUND TO THE GENERAL FUND AN AMOUNT EQUAL
- 12 TO THE UNRESERVED BALANCE IN THE FUND AS OF SEPTEMBER 30, 2005.

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