

SENATE BILL No. 1249

March 25, 2010, Introduced by Senator ALLEN and referred to the Committee on Finance.

A bill to amend 1855 PA 105, entitled

"An act to regulate the disposition of the surplus funds in the state treasury; to provide for the deposit of surplus funds in certain financial institutions; to lend surplus funds pursuant to loan agreements secured by certain commercial, agricultural, or industrial real and personal property; to authorize the loan of surplus funds to certain municipalities; to authorize the participation in certain loan programs; to authorize an appropriation; and to prescribe the duties of certain state agencies,"

(MCL 21.141 to 21.147) by adding section 2g.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 2G. (1) THE STATE TREASURER MAY LOAN NOT MORE THAN
2 \$9,500,000.00 IN SURPLUS FUNDS TO THE MICHIGAN STRATEGIC FUND
3 ESTABLISHED UNDER THE MICHIGAN STRATEGIC FUND ACT, 1984 PA 270, MCL
4 125.2001 TO 125.2094. ALL OF THE FOLLOWING SHALL APPLY TO A LOAN
5 UNDER THIS SECTION:

6 (A) PROCEEDS OF THE LOAN SHALL BE DEPOSITED IN THE MICHIGAN

1 PROMOTION FUND DESCRIBED IN SECTION 39 OF THE MICHIGAN STRATEGIC
2 FUND ACT, 1984 PA 270, MCL 125.2039, AND SHALL BE USED FOR THE
3 PURPOSES AND ACTIVITIES OF THE MICHIGAN PROMOTION FUND AUTHORIZED
4 BY LAW.

5 (B) THE STATE TREASURER SHALL NOT MAKE A LOAN UNDER THIS
6 SECTION UNLESS THE STATE TREASURER DETERMINES THAT PROCEEDS OF A
7 STATE ASSESSMENT IMPOSED UNDER THE MICHIGAN PROMOTION ASSESSMENT
8 ACT ON PERSONS LEASING OR RENTING A MOTOR VEHICLE WILL BE AVAILABLE
9 IN SUFFICIENT AMOUNTS FOR REPAYMENT OF THE LOAN.

10 (C) THE LOAN SHALL BE PAYABLE WITHIN A PERIOD OF NOT MORE THAN
11 5 YEARS.

12 (2) THE STATE TREASURER MAY PRESCRIBE ADDITIONAL TERMS OF A
13 LOAN ISSUED UNDER THIS SECTION.