HOUSE SUBSTITUTE FOR SENATE BILL NO. 1633

A bill to amend 1987 PA 264, entitled "Health and safety fund act,"

by amending section 5 (MCL 141.475), as amended by 1998 PA 529.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 5. The state treasurer shall cause to be distributed from
- 2 the health and safety fund the following amounts in the 1988-89
- 3 fiscal year and in each FOLLOWING fiscal year: after that:
- 4 (a) One-fourth of the collections deposited in the fund under
- 5 section 3(2) shall be used for indigent volume adjusters for
- 6 hospitals within the medicaid program.
- 7 (b) After the distribution in subdivision (a), \$16,000,000.00
- 8 of the amount deposited in the fund under section 3(2) shall be
- 9 distributed as follows:
- 10 (i) $\top \bigcirc$ EXCEPT AS PROVIDED IN SUBPARAGRAPH (iii), TO a county
- 11 that received a loan authorized under section 3(2) or (3) of the

- 1 emergency municipal loan act, 1980 PA 243, MCL 141.933, to pay
- 2 outstanding obligations of the county; for the repayment of
- 3 principal and interest on any loans made to the county under the
- 4 emergency municipal loan act, 1980 PA 243, MCL 141.931 to 141.942;
- 5 and for the payment of principal, premium, if any, and interest due
- 6 during a fiscal year on bonds issued by that county under the
- 7 fiscal stabilization act, 1981 PA 80, MCL 141.1001 to 141.1011. The
- 8 distributions under this subparagraph shall be made as necessary
- 9 and only to the extent necessary to satisfy the obligations of the
- 10 county.
- 11 (ii) TO-EXCEPT AS PROVIDED IN SUBPARAGRAPH (iii), TO the extent
- 12 that \$16,000,000.00 is no longer necessary to satisfy the
- 13 obligations under subparagraph (i), a portion of the amount not
- 14 required for satisfaction of obligations shall be distributed to
- 15 each county that receives or has received a loan authorized under
- 16 section 3(2) or (3) of the emergency municipal loan act, 1980 PA
- 17 243, MCL 141.933, in an amount determined by multiplying the amount
- 18 available for distribution under this subparagraph by a fraction,
- 19 the numerator of which is the population of the county receiving
- 20 the distribution and the denominator of which is the total
- 21 population of the state according to the most recent decennial
- 22 census. The distribution under this subparagraph shall be made at
- 23 the same times and shall be used, subject to section 6, for the
- 24 same purposes described in subdivision (c). The remaining amount
- 25 available for distribution under this subparagraph shall be used on
- 26 a per capita basis to offset the cost to the state of the
- 27 assumption of the financing of the state court system in the

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- 1 counties not receiving a distribution under this subparagraph.
- 2 (iii) IN THE 2008-2009 FISCAL YEAR THROUGH THE 2014-2015 FISCAL
- 3 YEAR, \$16,000,000.00 OF THE AMOUNT DEPOSITED IN THE FUND UNDER
- 4 SECTION 3(2) SHALL BE TRANSFERRED TO AND DEPOSITED IN THE
- 5 CONVENTION FACILITY DEVELOPMENT FUND CREATED UNDER THE STATE
- 6 CONVENTION FACILITY DEVELOPMENT ACT, 1985 PA 106, MCL 207.621 TO
- 7 207.640, FOR DISTRIBUTION AND USE ONLY IN THE MANNER AND FOR THE
- 8 PURPOSES STATED IN THAT ACT AND NO AMOUNT SHALL BE DISTRIBUTED
- 9 UNDER SUBPARAGRAPH (i) OR (ii). IN THE 2015-2016 FISCAL YEAR THROUGH
- 10 THE 2038-2039 FISCAL YEAR, \$15,000,000.00 OF THE AMOUNT DEPOSITED
- 11 IN THE FUND UNDER SECTION 3(2) SHALL BE TRANSFERRED TO AND
- 12 DEPOSITED IN THE CONVENTION FACILITY DEVELOPMENT FUND CREATED UNDER
- 13 THE STATE CONVENTION FACILITY DEVELOPMENT ACT, 1985 PA 106, MCL
- 14 207.621 TO 207.640, FOR DISTRIBUTION AND USE ONLY IN THE MANNER AND
- 15 FOR THE PURPOSES STATED IN THAT ACT AND \$1,000,000.00 SHALL BE
- 16 DISTRIBUTED UNDER SUBPARAGRAPHS (i) AND (ii).
- 17 (c) The remaining amount deposited in the fund under section
- 18 3(2) not distributed under subdivisions (a) and (b) shall be
- 19 distributed to each county that does not receive and has never
- 20 received a loan authorized under section 3(2) or (3) of the
- 21 emergency municipal loan act, 1980 PA 243, MCL 141.933, on a per
- 22 capita basis according to the ratio that the population of the
- 23 county receiving the distribution under this subdivision, according
- 24 to the most recent decennial census, bears to the total population
- 25 of all counties receiving distribution under this subdivision,
- 26 according to the most recent decennial census. A distribution under
- 27 this subdivision shall be made each February, May, August, and

Senate Bill No. 1633 (H-1) as amended December 19, 2008

- 1 November from the collections that were deposited in the fund under
- 2 section 3(2) in the immediately preceding calendar quarter. Subject
- 3 to section 6, 12/17 of the distribution under this subdivision
- 4 shall be distributed to each local health department as defined in
- 5 section 1105 of the public health code, 1978 PA 368, MCL 333.1105,
- 6 in the county receiving the distribution on a per capita basis,
- 7 based on the most recent decennial census, to be used only for
- 8 public health prevention programs and services. This distribution
- 9 is in addition to and is not intended as a replacement for any
- 10 other state or county payments to these health departments. This
- 11 distribution satisfies the requirements of former section 7a(3) of
- 12 1947 PA 265. The remaining 5/17 of the distribution shall be used
- only for 1 or more of the following:
- 14 (i) The operation, maintenance, or expansion of an existing
- 15 county jail facility or juvenile facility.
- 16 (ii) The acquisition, construction, and equipping of a new jail
- 17 facility or juvenile facility.
- 18 (iii) Court operations.
- 19 Enacting section 1. This amendatory act does not take effect
- 20 unless all of the following bills of the 94th Legislature are
- 21 enacted into law:
- 22 (a) Senate Bill No. 1630.
- 23 (b) [House Bill No. 5691.
 - (c) Senate Bill No. 880.
 - (d) Senate Bill No. 881.]