HOUSE BILL No. 5025

May 28, 2009, Introduced by Reps. Crawford, Haines, Knollenberg, Rick Jones, Agema,
Elsenheimer, Rogers, Kowall, Daley, Marleau, Opsommer, Caul and Green and referred
to the Committee on Commerce.

A bill to amend 1987 PA 264, entitled

"Health and safety fund act,"

by amending section 5 (MCL 141.475), as amended by 2008 PA 586.

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 fiscal year and in each following fiscal year: 3

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.

(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:

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(i) Except as provided in subparagraph (iii), to a county 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 3 outstanding obligations of the county; for the repayment of 4 principal and interest on any loans made to the county under the emergency municipal loan act, 1980 PA 243, MCL 141.931 to 141.942; 5 6 and for the payment of principal, premium, if any, and interest due during a fiscal year on bonds issued by that county under the 7 8 fiscal stabilization act, 1981 PA 80, MCL 141.1001 to 141.1011. The 9 distributions under this subparagraph shall be made as necessary 10 and only to the extent necessary to satisfy the obligations of the 11 county.

12 (ii) Except as provided in subparagraph (iii), to the extent that 13 \$16,000,000.00 is no longer necessary to satisfy the obligations 14 under subparagraph (i), a portion of the amount not required for 15 satisfaction of obligations shall be distributed to each county 16 that receives or has received a loan authorized under section 3(2)17 or (3) of the emergency municipal loan act, 1980 PA 243, MCL 18 141.933, in an amount determined by multiplying the amount 19 available for distribution under this subparagraph by a fraction, 20 the numerator of which is the population of the county receiving 21 the distribution and the denominator of which is the total 22 population of the state according to the most recent decennial 23 census. The distribution under this subparagraph shall be made at 24 the same times and shall be used, subject to section 6, for the same purposes described in subdivision (c). The remaining amount 25 26 available for distribution under this subparagraph shall be used on 27 a per capita basis to offset the cost to the state of the

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assumption of the financing of the state court system in the counties not receiving a distribution under this subparagraph.

3 (iii) In the 2008-2009 fiscal year through the 2014-2015 fiscal 4 year, \$16,000,000.00 of the amount deposited in the fund under 5 section 3(2) shall be transferred to and deposited in the 6 convention facility development fund created under the state 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 9 purposes stated in that act and no amount shall be distributed 10 under subparagraph (i) or (ii). In IF THE TRANSFER OF A QUALIFIED 11 CONVENTION FACILITY TO A REGIONAL CONVENTION AUTHORITY TAKES PLACE 12 AS PROVIDED IN THE REGIONAL CONVENTION FACILITY AUTHORITY ACT, 2008 13 PA 554, MCL 141.1351 TO 141.1379, THEN IN the 2015-2016 fiscal year 14 through the 2038-2039 fiscal year, \$15,000,000.00 of the amount 15 deposited in the fund under section 3(2) shall be transferred to and deposited in the convention facility development fund created 16 17 under the state convention facility development act, 1985 PA 106, 18 MCL 207.621 to 207.640, for distribution and use only in the manner and for the purposes stated in that act and \$1,000,000.00 shall be 19 20 distributed under subparagraphs (i) and (ii). IF THE TRANSFER OF A 21 QUALIFIED CONVENTION FACILITY TO AN AUTHORITY IS DISAPPROVED BY THE 22 LEGISLATIVE BODY OF A QUALIFIED CITY UNDER SECTION 19(1) OF THE 23 REGIONAL CONVENTION FACILITY AUTHORITY ACT, 2008 PA 554, MCL 24 141.1369, THEN IN THE 2015-2016 FISCAL YEAR THROUGH THE 2029-2030 FISCAL YEAR, \$15,000,000.00 OF THE AMOUNT DEPOSITED IN THE FUND 25 26 UNDER SECTION 3(2) SHALL BE TRANSFERRED TO AND DEPOSITED IN THE 27 CONVENTION FACILITY DEVELOPMENT FUND CREATED UNDER THE STATE

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CONVENTION FACILITY DEVELOPMENT ACT, 1985 PA 106, MCL 207.621 TO
 207.640, FOR DISTRIBUTION AND USE ONLY IN THE MANNER AND FOR THE
 PURPOSES STATED IN THAT ACT AND \$1,000,000.00 SHALL BE DISTRIBUTED
 UNDER SUBPARAGRAPHS (i) AND (ii).

5 (c) The remaining amount deposited in the fund under section 6 3(2) not distributed under subdivisions (a) and (b) shall be distributed to each county that does not receive and has never 7 received a loan authorized under section 3(2) or (3) of the 8 9 emergency municipal loan act, 1980 PA 243, MCL 141.933, on a per 10 capita basis according to the ratio that the population of the 11 county receiving the distribution under this subdivision, according 12 to the most recent decennial census, bears to the total population of all counties receiving distribution under this subdivision, 13 14 according to the most recent decennial census. A distribution under 15 this subdivision shall be made each February, May, August, and November from the collections that were deposited in the fund under 16 17 section 3(2) in the immediately preceding calendar quarter. Subject 18 to section 6, 12/17 of the distribution under this subdivision 19 shall be distributed to each local health department as defined in 20 section 1105 of the public health code, 1978 PA 368, MCL 333.1105, in the county receiving the distribution on a per capita basis, 21 22 based on the most recent decennial census, to be used only for 23 public health prevention programs and services. This distribution 24 is in addition to and is not intended as a replacement for any other state or county payments to these health departments. This 25 distribution satisfies the requirements of former section 7a(3) of 26 27 1947 PA 265. The remaining 5/17 of the distribution shall be used

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1 only for 1 or more of the following:

2 (i) The operation, maintenance, or expansion of an existing
3 county jail facility or juvenile facility.

4 (*ii*) The acquisition, construction, and equipping of a new jail5 facility or juvenile facility.

6 (*iii*) Court operations.

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