

SUBSTITUTE FOR  
HOUSE BILL NO. 6060

A bill to amend 2018 IL 1, entitled  
"Michigan Regulation and Taxation of Marihuana Act,"  
by amending section 14 (MCL 333.27964).

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 14. **(1)** ~~1.~~The marihuana regulation fund is created in  
2 the state treasury. The department of treasury shall deposit **into**  
3 **the fund** all money collected under section 13 **and all money**  
4 **collected by the department of treasury in accordance with an**  
5 **agreement described in section 3(x) (ii)**, ~~of this act~~ and the  
6 ~~department~~ **marijuana regulatory agency** shall deposit **into the fund**  
7 all fees collected ~~in the fund.~~ **under this act.** The state treasurer  
8 shall direct the investment of the fund and shall credit **to** the  
9 fund interest and earnings from fund investments. The ~~department~~

1 **marijuana regulatory agency** shall administer the fund for auditing  
 2 purposes. Money in the fund ~~shall at the close of the fiscal year~~  
 3 **must remain in the fund and must** not lapse to the general fund.

4 (2) ~~2.~~Funds for the initial activities of the ~~department~~  
 5 **marijuana regulatory agency** to implement this act shall be  
 6 appropriated from the general fund. The ~~department~~**marijuana**  
 7 **regulatory agency** shall repay any amount appropriated under this  
 8 subsection from proceeds in the fund.

9 (3) ~~3.~~The ~~department~~**marijuana regulatory agency** shall expend  
 10 money in the fund ~~first for~~ **as follows:**

11 (a) **For** the implementation, administration, and enforcement of  
 12 this act. ~~, and second, until~~

13 (b) **Until** 2022 or for at least ~~two~~**2** years, ~~to provide \$20~~  
 14 ~~million annually to one~~ **whichever is later, for 1** or more  
 15 **development and research projects, including** clinical trials, that  
 16 are approved by the United States ~~food~~**Food** and ~~drug administration~~  
 17 **Drug Administration** and sponsored by a ~~non-profit~~**nonprofit**  
 18 organization or researcher within an academic institution  
 19 researching the efficacy of marihuana in treating the medical  
 20 conditions **and preventing the suicide** of United States ~~armed~~  
 21 ~~services~~**Armed Services** veterans. ~~and preventing veteran suicide.~~  
 22 **The marijuana regulatory agency shall expend \$20,000,000.00 per**  
 23 **year under this subdivision.**

24 (4) Upon appropriation, **the** unexpended balances **in the fund**  
 25 must be allocated as follows:

26 (a) **Subject to subsection (5),** 15% to municipalities in which  
 27 a marihuana ~~retail store~~**retailer** or a marihuana microbusiness is  
 28 located, allocated in proportion to the number of marihuana retail  
 29 stores and marihuana microbusinesses within ~~the~~**each** municipality.

1 †

2 (b) **Subject to subsection (5)**, 15% to counties in which a  
3 marihuana ~~retail store~~**retailer** or a marihuana microbusiness is  
4 located, allocated in proportion to the number of marihuana retail  
5 stores and marihuana microbusinesses within ~~the~~**each** county. †

6 (c) 35% to the school aid fund to be used for K-12 education.  
7 ~~;~~and

8 (d) 35% to the Michigan transportation fund to be used for the  
9 repair and maintenance of roads and bridges.

10 (5) **If a marihuana retailer or marihuana microbusiness is**  
11 **located in Indian lands, the portions of the unexpended balances**  
12 **attributable to the marihuana retailer or marihuana microbusiness**  
13 **that would have otherwise been allocated to a municipality under**  
14 **subsection (4) (a) and a county under subsection (4) (b) must instead**  
15 **be allocated to the Indian tribe in whose Indian lands the**  
16 **marihuana retailer or marihuana microbusiness is located.**

17 Enacting section 1. This amendatory act does not take effect  
18 unless House Bill No. 5706 of the 101st Legislature is enacted into  
19 law.