

SENATE BILL NO. 1087

September 09, 2020, Introduced by Senators SCHMIDT, HOLLIER, STAMAS, MCBROOM and VANDERWALL and referred to the Committee on Appropriations.

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 invest surplus funds held
2 by the state treasurer in loans to a nonprofit sports commission
3 for the purpose of facilitating the development of recreational
4 activities in this state.

5 (2) A loan under this section must not be for a period of more
6 than 10 years. The terms of the loan, including the rate of
7 interest, will be as prescribed by the state treasurer.

8 (3) A loan under this section is found and declared to be for
9 a valid public purpose.

10 (4) The aggregate amount of loans under this section must not
11 exceed \$30,000,000.00 at any 1 time.

12 (5) As used in this section:

13 (a) "Nonprofit sports commission" means a nonprofit
14 corporation that has received financial support from the general
15 fund of this state and that is organized for all of the following
16 purposes:

17 (i) Fostering local, regional, national, and international
18 sports competitions in this state.

19 (ii) Promoting northern Michigan, including the Upper Peninsula
20 and the northern part of the Lower Peninsula, as a premier
21 destination for athletic competition and recreational opportunities
22 because of the strategic assets that region of this state has to
23 offer.

24 (iii) Enhancing the economy and quality of life in that region.

25 (iv) Communicating information about sports, tourism, and
26 recreation industries near the Great Lakes in northern Michigan and
27 promoting industry viewpoints to others, including the general
28 public.

1 (v) Initiating, promoting, and sponsoring events related to
2 sports, tourism, and recreation industries near the Great Lakes in
3 northern Michigan.

4 (b) "Surplus funds" means, on any given date, the excess of
5 cash and other recognized assets that are expected to be resolved
6 into cash or its equivalent in the natural course of events and
7 with a reasonable certainty, over the liabilities and necessary
8 reserves on that date.