



SENATE BILL No. 785

November 30, 1995, Introduced by Senators MC MANUS, EMMONS and BENNETT and referred to the Committee on Natural Resources and Environmental Affairs.

A bill to amend section 1902 of Act No. 451 of the Public Acts of 1994, entitled "Natural resources and environmental protection act," as added by Act No. 60 of the Public Acts of 1995, being section 324.1902 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 1902 of Act No. 451 of the Public Acts
2 of 1994, as added by Act No. 60 of the Public Acts of 1995, being
3 section 324.1902 of the Michigan Compiled Laws, is amended to
4 read as follows:

5 Sec. 1902. (1) The Michigan natural resources trust fund is
6 established in the state treasury. The trust fund shall consist
7 of all bonuses, rentals, delayed rentals, and royalties collected
8 or reserved by the state under provisions of leases for the
9 extraction of nonrenewable resources from state owned lands.

1 However, the trust fund shall not include bonuses, rentals,
2 delayed rentals, and royalties collected or reserved by the state
3 from the following sources:

4 (a) State owned lands acquired with money appropriated from
5 the game and fish protection fund created in part 435.

6 (b) State owned lands acquired with money appropriated from
7 the subfund account created by former section 4 of the Kammer
8 recreational land trust fund act of 1976, former Act No. 204 of
9 the Public Acts of 1976.

10 (c) State owned lands acquired with money appropriated from
11 related federal funds made available to the state under chapter
12 899, 50 Stat. 917, 16 U.S.C. 669 to 669b and 669c to 669i, com-
13 monly known as the federal aid in wildlife restoration act, or
14 chapter 658, 64 Stat. 430, 16 U.S.C. 777 to 777e, 777f to 777i,
15 and 777k to 777l, commonly known as the federal aid in fish res-
16 toration act.

17 (D) MONEY RECEIVED BY THE STATE FROM THE SALE OF ITS ECO-
18 NOMIC SHARE OF ROYALTY INTERESTS IN HYDROCARBONS DERIVED FROM
19 DEVONIAN OR ANTRIM SHALE AND ALLOCABLE TO THE NONCONVENTIONAL
20 FUEL CREDIT CONTAINED IN SECTION 29 OF THE INTERNAL REVENUE CODE
21 OF 1986, 26 U.S.C. 29, AS PROVIDED FOR IN SECTION 503.

22 (2) Notwithstanding subsection (1), until the trust fund
23 reaches an accumulated principal of \$400,000,000.00,
24 \$10,000,000.00 of the revenues from bonuses, rentals, delayed
25 rentals, and royalties described in this section, BUT NOT INCLUD-
26 ING FUNDS RECEIVED BY THE STATE FROM THE SALE OF ITS ECONOMIC
27 SHARE OF ROYALTY INTERESTS IN HYDROCARBONS DERIVED FROM DEVONIAN

1 OR ANTRIM SHALE AND ALLOCABLE TO THE NONCONVENTIONAL FUEL CREDIT
2 CONTAINED IN SECTION 29 OF THE INTERNAL REVENUE CODE OF 1986, 26
3 U.S.C. 29 UNDER SECTION 503, otherwise dedicated to the trust
4 fund that are received by the trust fund each state fiscal year
5 shall be transferred to the state treasurer for deposit into the
6 Michigan state parks endowment fund created in section 74119.
7 However, until the trust fund reaches an accumulated principal of
8 \$400,000,000.00, in any state fiscal year, not more than 50% of
9 the total revenues from bonuses, rentals, delayed rentals, and
10 royalties described in this section otherwise dedicated to the
11 trust fund that are received by the trust fund each state fiscal
12 year shall be transferred to the Michigan state parks endowment
13 fund. To implement this subsection, until the trust fund reaches
14 an accumulated principal of \$400,000,000.00, the department shall
15 transfer 50% of the money received by the trust fund each month
16 pursuant to subsection (1) to the state treasurer for deposit
17 into the Michigan state parks endowment fund. The department
18 shall make this transfer on the last day of each month or as soon
19 as practicable thereafter. However, not more than a total of
20 \$10,000,000.00 shall be transferred in any state fiscal year pur-
21 suant to this subsection.

22 (3) In addition to the contents of the trust fund described
23 in subsection (1), the trust fund shall consist of money trans-
24 ferred to the trust fund pursuant to section 1909.

25 (4) The trust fund may receive appropriations, money, or
26 other things of value.

1 (5) The state treasurer shall direct the investment of the
2 trust fund.

3 Section 2. This amendatory act shall not take effect unless
4 all of the following bills of the 88th Legislature are enacted
5 into law:

6 (a) Senate Bill No. 784.

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8 (b) Senate Bill No. 786.

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