

# HOUSE BILL No. 5909

March 2, 2010, Introduced by Rep. McDowell and referred to the Committee on Tourism,  
Outdoor Recreation and Natural Resources.

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,"

by amending sections 2f and 7 (MCL 21.142f and 21.147), section 2f as added by 2003 PA 262 and section 7 as amended by 2000 PA 280.

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

1           Sec. 2f. (1) The state treasurer may invest surplus funds in  
2 loans to a land bank fast track authority or a brownfield  
3 redevelopment authority at the market rate of interest, as  
4 determined by the state treasurer, for the purpose of clearing or  
5 quieting title to tax reverted property held by or under the

1 control of an authority or for any other purpose that the land bank  
2 fast track authority or brownfield redevelopment authority is  
3 authorized to undertake with respect to property transferred to a  
4 land bank fast track authority or over which a land bank fast track  
5 authority may exercise its authority.

6 (2) A loan made to a land bank fast track authority or a  
7 brownfield redevelopment authority under this section shall not be  
8 for a ~~period~~**TERM** of more than 10 years as determined by the state  
9 treasurer. All other terms of the loan, including security required  
10 for the loan, if any, shall be prescribed by the state treasurer.

11 (3) As used in this section:

12 (a) "Brownfield redevelopment authority" means an authority  
13 created under the brownfield redevelopment financing act, 1996 PA  
14 381, MCL 125.2651 to 125.2672.

15 (b) "Land bank fast track authority" means an authority  
16 created under the land bank fast track act, **2003 PA 258, MCL**  
17 **124.751 TO 124.774.**

18 (c) "Tax reverted property" means that term as defined in the  
19 land bank fast track act.

20 Sec. 7. As used in this act:

21 (a) "Commissioner" means the commissioner of the office of  
22 financial and insurance services of the department of ~~consumer and~~  
23 ~~industry services~~**ENERGY, LABOR, AND ECONOMIC GROWTH.**

24 (b) "Deposit" includes the purchase of, or investment in,  
25 shares of credit unions.

26 (c) Except as otherwise provided by this subdivision,  
27 "financial institution" means a state or nationally chartered bank

1 or a state or federally chartered savings and loan association,  
2 savings bank, or credit union whose deposits are insured by an  
3 agency of the United States government and which maintains a  
4 principal office or branch office located in this state under the  
5 laws of this state or the United States. For the purpose of  
6 repurchase agreements, "financial institution" means a state or  
7 nationally chartered bank or state or federally chartered savings  
8 and loan association, savings bank, or credit union whose deposits  
9 are insured by an agency of the United States government under the  
10 laws of this state or the United States.