

SUBSTITUTE FOR  
SENATE BILL NO. 887

A bill to amend 1937 PA 94, entitled  
"Use tax act,"  
(MCL 205.91 to 205.111) by adding section 4ee.

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

1       **SEC. 4EE. THE TAX LEVIED UNDER THIS ACT DOES NOT APPLY TO**  
2 **TANGIBLE PERSONAL PROPERTY ACQUIRED BY A PERSON ENGAGED IN THE**  
3 **BUSINESS OF CONSTRUCTING, ALTERING, REPAIRING, OR IMPROVING REAL**  
4 **ESTATE FOR OTHERS TO THE EXTENT THAT THE PROPERTY WAS PURCHASED BY**  
5 **ANOTHER PERSON THAT IS NOT EXEMPT FROM THE TAX LEVIED UNDER THIS**  
6 **ACT OR THE GENERAL SALES TAX ACT, 1933 PA 167, MCL 205.51 TO**  
7 **205.78, AND THAT PROPERTY WAS PROVIDED TO THAT CONTRACTOR FOR THE**  
8 **SOLE PURPOSE OF AFFIXING THAT TANGIBLE PERSONAL PROPERTY TO AND**  
9 **MAKING IT A STRUCTURAL PART OF REAL ESTATE ON BEHALF OF THE**

**1 PURCHASER.**

2           Enacting section 1. It is the intent of the legislature that  
3 this amendatory act clarifies that existing law as originally  
4 intended provides that the tax levied under this act does not apply  
5 to tangible personal property acquired by a person engaged in the  
6 business of installing tangible personal property if that tangible  
7 personal property is purchased by another for installation on  
8 behalf of that other person.