

**SUBSTITUTE FOR
HOUSE BILL NO. 4992**

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
(MCL 206.1 to 206.713) by adding section 260.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 **Sec. 260. (1) For tax years beginning on and after January 1,**
2 **2020, a taxpayer may claim a credit against the tax imposed by this**
3 **part for the tax year an amount, subject to the applicable**
4 **limitations under this section, equal to 50% of the cash amount the**
5 **taxpayer contributes during the tax year to a shelter for homeless**
6 **persons, food kitchen, food bank, or other entity located in this**
7 **state, the primary purpose of which is to provide overnight**
8 **accommodation, food, or meals to persons who are indigent if a**
9 **contribution to that entity is tax deductible for the donor under**



1 the internal revenue code.

2 (2) The maximum credit allowed under this section for total
3 cash contributions made in the tax year to shelters for homeless
4 persons, food kitchens, food banks, and other entities is as
5 follows:

6 (a) For a taxpayer other than a resident estate or trust, the
7 credit shall not exceed \$100.00 or \$200.00 for a joint return.

8 (b) For a resident estate or trust, the credit shall not
9 exceed 10% of the taxpayer's tax liability for the tax year before
10 claiming any credits allowed by this part or \$5,000.00, whichever
11 is less.

12 (3) For a resident estate or trust, the amount used to
13 calculate the credit under this section shall not have been
14 deducted in arriving at federal taxable income.

15 (4) If the amount of the credit allowed under this section
16 exceeds the tax liability of the taxpayer for the tax year, the
17 portion that exceeds the tax liability shall not be refunded.

