

HOUSE BILL No. 4606

May 11, 1987, Introduced by Reps. Jondahl, Brown, Smith, Berman, Kosteva and Perry Bullard and referred to the Committee on Taxation.

A bill to amend Act No. 301 of the Public Acts of 1939,
entitled as amended

"An act to provide for the imposition and the collection of a specific tax upon the privilege of ownership of intangible personal property and on certain enterprises having possession of intangible personal property of another; to define owners of intangible personal property; to provide for the disposition of the proceeds thereof; to prescribe the powers and duties of the department of revenue with respect thereto; to prescribe penalties; to make an appropriation to carry out the provisions of this act; and to repeal all acts and parts of acts inconsistent with the provisions of this act,"

being sections 205.131 to 205.147 of the Michigan Compiled Laws,
by adding section 2a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 301 of the Public Acts of 1939, being
2 sections 205.131 to 205.147 of the Michigan Compiled Laws, is
3 amended by adding section 2a to read as follows:

1 SEC. 2A. (1) IN ADDITION TO THE RATE OF TAX IMPOSED UNDER
2 SECTION 2, AN ADDITIONAL RATE OF 75 CENTS PER \$1,000.00 OF THE
3 FACE VALUE OF THE DEPOSITS IN THE BANK IS IMPOSED ON FEDERAL
4 DEPOSIT INSURANCE CORPORATION INSURED BANKS FOR THE CALENDAR
5 YEARS 1987 THROUGH 1990.

6 (2) FOR THE CALENDAR YEARS 1987 THROUGH 1990, A FEDERAL
7 DEPOSIT INSURANCE CORPORATION INSURED BANK WHICH PAYS A TAX BASED
8 UPON AN ADDITIONAL RATE IMPOSED BY SUBSECTION (1) SHALL BE ENTI-
9 TLED TO A CREDIT AGAINST THE TAX IMPOSED BY THIS ACT FOR THE
10 AMOUNT BY WHICH THE ADDITIONAL TAX IMPOSED AT THE ADDITIONAL RATE
11 EXCEEDS 27.5% OF THE AMOUNT BY WHICH THE TAXPAYER'S LIABILITY
12 UNDER THE SINGLE BUSINESS TAX ACT, ACT NO. 228 OF THE PUBLIC ACTS
13 OF 1975, BEING SECTIONS 208.1 TO 208.145 OF THE MICHIGAN COMPILED
14 LAWS, PLUS THE INTEREST RECEIVED THEREFROM, HAS BEEN REDUCED BY
15 THE EXCLUSION OF INCOME FROM OBLIGATIONS OF THE UNITED STATES FOR
16 TAX YEARS ENDING PRIOR TO 1984.

17 Section 2. This amendatory act shall be effective for taxes
18 due after December 31, 1987.