



HOUSE BILL No. 4417

March 3, 1993, Introduced by Reps. Hoffman and Griffin and referred to the Committee on Taxation.

A bill to amend Act No. 281 of the Public Acts of 1967,
entitled.

"Income tax act of 1967,"

as amended, being sections 206.1 to 206.532 of the Michigan
Compiled Laws, by adding section 265.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 281 of the Public Acts of 1967, as
2 amended, being sections 206.1 to 206.532 of the Michigan Compiled
3 Laws, is amended by adding section 265 to read as follows:

4 SEC. 265. (1) A TAXPAYER MAY CREDIT AGAINST THE TAX IMPOSED
5 BY THIS ACT FOR THE TAX YEAR AN AMOUNT EQUAL TO THE TAX PAID IN
6 ANY PRIOR TAX YEAR ATTRIBUTABLE TO INCOME RECEIVED BY THE TAX-
7 PAYER AND REPAYED BY THE TAXPAYER DURING THE TAX YEAR IF THE
8 TAXPAYER IS ELIGIBLE FOR A DEDUCTION OR ADJUSTMENT PURSUANT TO

1 SECTION 1341 OF THE INTERNAL REVENUE CODE BASED ON THE REPAYMENT
2 FOR THE TAX YEAR.

3 (2) IF THE CREDIT ALLOWED UNDER THIS SECTION EXCEEDS THE TAX
4 LIABILITY OF THE TAXPAYER FOR THE TAX YEAR, THAT PORTION OF THE
5 CREDIT THAT EXCEEDS THE TAX LIABILITY SHALL BE REFUNDED.