



HOUSE BILL No. 5813

September 14, 1994 Introduced by Reps Olshove Martinez, Barns Yokich
Tesanovich Dobronski, Baade, Gire Porreca Pitoniak Varga Anthony Harder Curtis,
Willard Gagliardi Ciaramitaro Byrum, Griffin Freeman and Owen 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 266

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 266 to read as follows

4 SEC 266 (1) FOR THE 1995 TAX YEAR AND EACH TAX YEAR AFTER
5 1995 IF A TAXPAYER CLAIMS A CREDIT FOR HOUSEHOLD AND DEPENDENT
6 CARE SERVICES UNDER SECTION 21 OF THE INTERNAL REVENUE CODE ON
7 HIS OR HER FEDERAL TAX RETURN, THE TAXPAYER MAY CLAIM A CREDIT ON
8 HIS OR HER RETURN AGAINST THE TAX IMPOSED BY THIS ACT EQUAL TO
9 THE AMOUNT SPENT IN THE TAX YEAR ON EMPLOYMENT-RELATED EXPENSES

1 DEFINED IN SECTION 21 OF THE INTERNAL REVENUE CODE OR THE MAXIMUM
2 CREDIT AMOUNT ALLOWED UNDER THAT SECTION, WHICHEVER IS LESS

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 NOT BE REFUNDED