



SENATE BILL No. 403

February 18, 1993, Introduced by Senator PRIDNIA and referred to the Committee on Natural Resources and Environmental Affairs.

A bill to amend section 14 of Act No. 48 of the Public Acts of 1929, entitled as amended

"An act levying a specific tax to be known as the severance tax upon all producers engaged in the business of severing oil and gas from the soil; prescribing the method of collecting the tax; requiring all producers of such products or purchasers thereof to make reports; to provide penalties; to provide exemptions and refunds; to prescribe the disposition of the funds so collected; and to exempt those paying such specific tax from certain other taxes,"

being section 205.314 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 14 of Act No. 48 of the Public Acts of
2 1929, being section 205.314 of the Michigan Compiled Laws, is
3 amended to read as follows:

4 Sec. 14. (1) All taxes shall accompany the report provided
5 for in section 2. Except as provided in subsection (2), all
6 taxes, penalties, or costs paid to the state tax commission under

1 this act shall be paid into the state treasury and shall be
2 credited AS FOLLOWS:

3 (A) TWO PERCENT OF THE REVENUE RECEIVED DURING EACH FISCAL
4 YEAR, BUT NOT LESS THAN \$1,000,000.00 SHALL BE CREDITED TO THE
5 ORPHAN WELL FUND CREATED IN SECTION 23B OF ACT NO. 61 OF THE
6 PUBLIC ACTS OF 1939, BEING SECTION 319.23B OF THE MICHIGAN
7 COMPILED LAWS.

8 (B) THE REMAINING REVENUE RECEIVED DURING EACH FISCAL YEAR
9 THAT IS NOT ALLOCATED PURSUANT TO SUBDIVISION (A) SHALL BE
10 CREDITED to the general fund of the state ~~where they~~ AND shall
11 be available for any purpose for which the general fund is made
12 available by law.

13 (2) The revenue collected under subsection (1) in excess of
14 \$16,000,000.00, shall be deposited in the general fund and shall
15 be allocated for the payment of credits for heating fuel costs
16 provided under section 527a of Act No. 281 of the Public Acts of
17 1967, being section 206.527a of the Michigan Compiled Laws, for
18 the fiscal year ending September 30, 1980 only.

19 Section 2. This amendatory act shall take effect October 1,
20 1993.

21 Section 3. This amendatory act shall not take effect unless
22 Senate Bill No. 404

23 of the 87th Legislature is enacted into law.