

Act No. 32
Public Acts of 1996
Approved by the Governor
February 25, 1996
Filed with the Secretary of State
February 26, 1996

**STATE OF MICHIGAN
88TH LEGISLATURE
REGULAR SESSION OF 1996**

Introduced by Rep. Middaugh

ENROLLED HOUSE BILL No. 5281

AN ACT to amend sections 2, 18, and 19 of Act No. 72 of the Public Acts of 1979, entitled "An act to require the governor to report certain tax expenditure items with the annual budget message to the legislature," section 2 as amended by Act No. 7 of the Public Acts of 1983, being sections 21.272, 21.288, and 21.289 of the Michigan Compiled Laws.

The People of the State of Michigan enact:

Section 1. Sections 2, 18, and 19 of Act No. 72 of the Public Acts of 1979, section 2 as amended by Act No. 7 of the Public Acts of 1983, being sections 21.272, 21.288, and 21.289 of the Michigan Compiled Laws, are amended to read as follows:

Sec. 2. The governor shall report the following tax expenditure items compiled pursuant to the income tax act of 1967, Act No. 281 of the Public Acts of 1967, being sections 206.1 to 206.532 of the Michigan Compiled Laws:

- (a) Number and amount of personal exemptions by household or adjusted gross income class.
- (b) Number of special or extra exemptions by household or adjusted gross income class.
- (c) Number and amount of property tax credits by household or adjusted gross income class and by type of claimant.
- (d) Number and amount of city income tax credits by household or adjusted gross income class.
- (e) Number and amount of tax credits under section 260 of Act No. 281 of the Public Acts of 1967, being section 206.260 of the Michigan Compiled Laws, by the type and purpose of charitable contribution, and the household or adjusted gross income class.
- (f) Number and amount of solar, wind, or water energy conversion device tax credits by the type of dwelling and the household or adjusted gross income class.
- (g) Number and amount of heating fuel cost tax credits by household or adjusted gross income class.
- (h) Number and amount of gleanings tax credits by household or adjusted gross income class.
- (i) Number of positive checkoffs and the amount checked off for the state campaign fund created pursuant to section 61 of the Michigan campaign finance act, Act No. 388 of the Public Acts of 1976, being section 169.261 of the Michigan Compiled Laws.
- (j) Amount and type of subtractions from taxable income as provided on the state income tax form.
- (k) To the extent available from published statistical data, estimated cost of the following items not taxed by this state due to federal statute or regulation:
 - (i) Capital gains.

(ii) Accelerated depreciation.

(iii) Other items generally regarded as income that are not subject to state taxation because of exemption under the internal revenue code.

(l) Number and amount of credits granted to persons covered by development rights agreements pursuant to part 361 (farmland and open space preservation) of the natural resources and environmental protection act, Act No. 451 of the Public Acts of 1994, being sections 324.36101 to 324.36117 of the Michigan Compiled Laws, by income class.

(m) Other deductions or credits as provided by law.

Sec. 18. The governor shall report an estimate of revenue foregone from exemptions granted pursuant to part 781 (Michigan state waterways commission) of the natural resources and environmental protection act, Act No. 451 of the Public Acts of 1994, being sections 324.78101 to 324.78112 of the Michigan Compiled Laws. The estimate shall include revenue foregone by any deductions or credits granted under the act.

Sec. 19. The governor shall report an estimate of revenue foregone from exemptions granted pursuant to sections 80101 to 80124 of part 801 (marine safety) of the natural resources and environmental protection act, Act No. 451 of the Public Acts of 1994, being sections 324.80101 to 324.80124 of the Michigan Compiled Laws. The estimate shall include revenue foregone by any deductions or credits granted under the act.

This act is ordered to take immediate effect.

Clerk of the House of Representatives.

Secretary of the Senate.

Approved -----

Governor.