



HOUSE BILL No. 4892

May 25, 1995, Introduced by Rep. Llewellyn and referred to the Committee on Tax Policy.

A bill to amend section 9c of Act No. 206 of the Public Acts of 1893, entitled as amended
"The general property tax act,"
being section 211.9c of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 9c of Act No. 206 of the Public Acts of
2 1893, being section 211.9c of the Michigan Compiled Laws, is
3 amended to read as follows:

4 Sec. 9c. (1) Inventory property ~~shall be~~ IS exempt from
5 taxation under this act. ~~effective with the 1976 tax year.~~

6 (2) As used in this section, "inventory" means 1 OR MORE OF
7 THE FOLLOWING:

8 (a) The stock of goods held for resale in the regular course
9 of trade of a retail or wholesale business.

1 (b) Finished goods, goods in process, and raw materials of a
2 manufacturing business.

3 (c) Materials and supplies, including repair parts and
4 fuel.

5 (D) EMPTY RETURNABLE CONTAINERS RETURNED TO A DEALER FOR A
6 REFUND OF THE DEPOSIT UNDER THE INITIATED LAW OF 1976, BEING SEC-
7 TIONS 445.571 TO 445.576 OF THE MICHIGAN COMPILED LAWS. AS USED
8 IN THIS SUBDIVISION, "RETURNABLE CONTAINER" AND "DEALER" MEAN
9 THOSE TERMS AS DEFINED IN SECTION 1 OF THE INITIATED LAW OF 1976,
10 BEING SECTION 445.571 OF THE MICHIGAN COMPILED LAWS.

11 (3) Inventory does not include ~~personal~~ EITHER OF THE
12 FOLLOWING:

13 (A) PERSONAL property under lease or principally intended
14 for lease rather than sale. ~~Inventory does not include~~
15 ~~property~~

16 (B) PROPERTY allowed a deduction or allowance for deprecia-
17 tion or depletion under the ~~federal~~ internal revenue code OF
18 1986.