



SENATE BILL No. 513

May 9, 1995, Introduced by Senators GEAKE, YOUNG, SHUGARS
and O'BRIEN and referred to the Committee on Finance.

A bill to amend section 5 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,"

as amended by Act No. 7 of the Public Acts of 1983, being section
21.275 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 5 of Act No. 72 of the Public Acts of
2 1979, as amended by Act No. 7 of the Public Acts of 1983, being
3 section 21.275 of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 5. (1) The governor shall report an estimate, by item,
6 of the amount of tax foregone ~~from~~ AS A RESULT OF the exemp-
7 tions granted ~~pursuant to~~ UNDER THE GENERAL SALES TAX ACT, Act
8 No. 167 of the Public Acts of 1933, ~~as amended,~~ being sections

1 205.51 to 205.78 of the Michigan Compiled Laws. The estimate
2 shall include revenue foregone ~~by~~ AS A RESULT OF nontaxation of
3 items not specifically exempted.

4 (2) The governor shall report an estimate of the amount of
5 tax foregone pursuant to section ~~1(1)(g)~~ 1(1)(I) of Act No. 167
6 of the Public Acts of 1933, being section 205.51 of the Michigan
7 Compiled Laws, from the imposition of the tax at a sale at retail
8 OF A MOTOR VEHICLE, TRAILER COACH, OR TITLED WATERCRAFT upon the
9 difference between the agreed upon value of a motor vehicle,
10 trailer coach, or titled watercraft used as part payment of the
11 purchase price and the full retail price of the motor vehicle,
12 trailer coach, or titled watercraft being purchased, rather than
13 upon the full retail price of the motor vehicle, trailer coach,
14 or titled watercraft.

15 Section 2. This amendatory act shall not take effect unless
16 Senate Bill No. 512
17 of the 88th Legislature is enacted into law.