



SENATE BILL No. 703

September 27, 1995, Introduced by Senator NORTH and referred to the Committee on Finance.

A bill to amend section 22a of Act No. 228 of the Public Acts of 1975, entitled "Single business tax act," as amended by Act No. 77 of the Public Acts of 1995, being section 208.22a of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 22a of Act No. 228 of the Public Acts of
2 1975, as amended by Act No. 77 of the Public Acts of 1995, being
3 section 208.22a of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 22a. From August 3, 1987 to September 30, 1987, for
6 the tax year beginning October 1, 1987 and ending September 30,
7 1988, and each tax year thereafter, the tax base and adjusted tax
8 base of an insurance company is the product of .25 times the
9 insurance company's gross receipts as apportioned under section

1 62, excluding receipts on the sale of annuities, ~~and~~ receipts
2 on all reinsurance transactions, AND RECEIPTS ON THE SALE OF
3 INSURANCE TO MUNICIPALITIES. The tax base and adjusted tax base
4 calculated under this section shall not be adjusted under section
5 23 OR 23B. The tax calculated ~~thereon shall be~~ UNDER THIS SEC-
6 TION IS in lieu of all other privilege or franchise fees or taxes
7 imposed by ~~another law of the~~ THIS state, except taxes on real
8 and personal property and except as otherwise provided in this
9 act and in the insurance code of 1956, Act No. 218 of the Public
10 Acts of 1956, being sections 500.100 to 500.8302 of the Michigan
11 Compiled Laws. AS USED IN THIS SECTION, "MUNICIPALITIES" MEANS
12 COUNTIES, CITIES, VILLAGES, AND TOWNSHIPS.