



SENATE BILL No. 821

January 25, 1996, Introduced by Senator HONIGMAN and referred to the Committee on Finance.

A bill to amend Act No. 167 of the Public Acts of 1933, entitled as amended

"General sales tax act,"

as amended, being sections 205.51 to 205.78 of the Michigan Compiled Laws, by adding section 54p.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 167 of the Public Acts of 1933, as
2 amended, being sections 205.51 to 205.78 of the Michigan Compiled
3 Laws, is amended by adding section 54p to read as follows:

4 SEC. 54P. (1) A PERSON SUBJECT TO TAX UNDER THIS ACT MAY
5 EXCLUDE FROM GROSS PROCEEDS USED FOR COMPUTATION OF THE TAX SALES
6 TO A CONTRACTOR OF TANGIBLE PERSONAL PROPERTY USED TO FULFILL A
7 CONTRACT WITH THE UNITED STATES, ITS UNINCORPORATED AGENCIES AND
8 INSTRUMENTALITIES, ANY INCORPORATED AGENCY OR INSTRUMENTALITY OF
9 THE UNITED STATES WHOLLY OWNED BY THE UNITED STATES OR BY A

1 CORPORATION WHOLLY OWNED BY THE UNITED STATES, AND THIS STATE OR
2 ITS DEPARTMENTS AND INSTITUTIONS OR ANY OF ITS POLITICAL
3 SUBDIVISIONS.

4 (2) AS USED IN THIS SECTION, "CONTRACTOR" MEANS AN INDIVIDU-
5 AL, SOLE PROPRIETORSHIP, PARTNERSHIP, CORPORATION, OR JOINT VEN-
6 TURE THAT IS A PARTY TO A CONTRACT WITH THE UNITED STATES, ITS
7 UNINCORPORATED AGENCIES AND INSTRUMENTALITIES, ANY INCORPORATED
8 AGENCY OR INSTRUMENTALITY OF THE UNITED STATES WHOLLY OWNED BY
9 THE UNITED STATES OR BY A CORPORATION WHOLLY OWNED BY THE UNITED
10 STATES, AND THIS STATE OR ITS DEPARTMENTS AND INSTITUTIONS OR ANY
11 OF ITS POLITICAL SUBDIVISIONS.