

HOUSE BILL No. 6247

November 5, 1998, Introduced by Rep. Profit and referred to the Committee on Tax Policy.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
(MCL 206.1 to 206.532) by adding section 266.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 266. (1) FOR THE 1999 TAX YEAR AND EACH TAX YEAR AFTER
2 THE 1999 TAX YEAR, A TAXPAYER THAT SCRAPS AN IN-USE, HIGH EMIT-
3 TING VEHICLE DURING THE TAX YEAR MAY CLAIM A CREDIT AGAINST THE
4 TAX IMPOSED BY THIS ACT EQUAL TO THE BLUE BOOK VALUE OF THAT
5 IN-USE HIGH EMITTING VEHICLE OR \$500.00, WHICHEVER IS GREATER.
6 (2) AS USED IN THIS SECTION:
7 (A) "BLUE BOOK VALUE" MEANS THE CURRENT MARKET VALUE AS
8 DETERMINED USING THE MOST RECENT NATIONAL AUTOMOBILE DEALERS
9 ASSOCIATION PUBLICATION OF AUTOMOBILE VALUES, ALSO KNOWN AS THE
10 KELLY BLUE BOOK.

1 (B) "HIGH EMITTING VEHICLE" MEANS A LIGHT DUTY VEHICLE OR
2 LIGHT DUTY TRUCK MANUFACTURED PRIOR TO THE 1980 MODEL YEAR.

3 (C) "IN-USE" MEANS THAT A VEHICLE MEETS ALL OF THE FOLLOWING
4 CRITERIA:

5 (i) IT WAS CONTINUOUSLY REGISTERED TO THE OWNER FOR AT LEAST
6 THE 12 MONTHS IMMEDIATELY PRECEDING THE DATE ON WHICH THE OWNER
7 SCRAPS IT.

8 (ii) IT IS OPERABLE AS MEASURED BY HAVING BEEN DRIVEN TO THE
9 SCRAP DEALER.

10 (iii) PROPER PASSAGE OF TITLE TO THE SCRAP DEALER IS COM-
11 PLETED PRIOR TO SCRAPPING.

12 (D) "LIGHT DUTY VEHICLE OR LIGHT DUTY TRUCK" MEANS A VEHICLE
13 WITH A GROSS VEHICLE WEIGHT RATING OF 6,000 POUNDS OR LESS.

14 (E) "SCRAP" MEANS THE RECOVERY OF PARTS FOR RECYCLING FROM A
15 VEHICLE, AND THE REMOVAL FROM USE AND THE MARKETPLACE OF A VEHI-
16 CLE, BY A LICENSED AND APPROVED AUTOMOTIVE SCRAP DEALER.