Senate Fiscal Agency P. O. Box 30036 Lansing, Michigan 48909-7536



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Senate Bill 467 (as reported without amendment)

Sponsor: Senator Joel D. Gougeon

Committee: Finance

CONTENT

The bill would amend the Use Tax Act to provide that the tax would not apply to the storage, use, or consumption of dust control chemicals purchased by a person that had a service contract with a local governmental unit to spread the chemicals on gravel roads within the local unit.

Proposed MCL 205.94p

Legislative Analyst: G. Towne

FISCAL IMPACT

Senate Bills 466 and 467 would reduce sales and use tax revenue by under \$1.0 million. Most of the loss would come from the sales tax, which would reduce School Aid Fund revenue by \$0.7 million, General Fund/General Purpose revenue by \$0.02 million, and State revenue sharing payments to local units of government by \$0.3 million.

Date Completed: 5-5-99 Fiscal Analyst: R. Ross