

SENATE BILL NO. 202

February 2, 1999, Introduced by Senator GOUGEON and referred to the Committee on Finance.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
(MCL 206.1 to 206.532) by adding section 268.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 268. (1) FOR THE 1999 TAX YEAR AND EACH TAX YEAR AFTER
2 THE 1999 TAX YEAR, IF A TAXPAYER CLAIMS A CREDIT FOR HOUSEHOLD
3 AND DEPENDENT CARE SERVICES UNDER SECTION 21 OF THE INTERNAL REV-
4 ENUE CODE ON HIS OR HER FEDERAL TAX RETURN, THE TAXPAYER MAY
5 CLAIM A CREDIT ON HIS OR HER RETURN AGAINST THE TAX IMPOSED BY
6 THIS ACT EQUAL TO 25% OF THE AMOUNT OF THE CREDIT CLAIMED ON HIS
7 OR HER FEDERAL TAX RETURN FOR THE SAME TAX YEAR.
8 (2) IF THE CREDIT ALLOWED UNDER THIS SECTION EXCEEDS THE TAX
9 LIABILITY OF THE TAXPAYER FOR THE TAX YEAR, THAT PORTION OF THE
10 CREDIT THAT EXCEEDS THE TAX LIABILITY SHALL NOT BE REFUNDED.