



Telephone 373-8080
Fax 373-5874

HOUSE FISCAL AGENCY

124 N. Capitol Avenue
4 – North, HOB Lansing, MI

HB4481 AS PASSED BY THE SENATE

Sponsor: Rep. Nancy C. Cassis

S-2

Committee: TAX POLICY

Analyst(s): Ross, Rebecca

Completed: 12/3/01

State Fiscal Impact

Cost: None
Revenues: Decrease

Local Fiscal Impact

Cost: None
Revenues: None

House Bill (HB) 4481 (S-2) would amend the income tax act to eliminate the sunset for the home heating credit. The home heating credit would be allowed if there were a federal appropriation of federal low income home energy assistance program block grant funds of any amount. In addition, the credit would be exempt from interception, execution, levy, attachment, garnishment, or other legal process to collect a debt.

The home heating credit is primarily paid for with federal funds. However, if the amount of federal funds available for the credit is less than the full home heating credit amount, then the credits are prorated. State revenue would be reduced by approximately \$2 million per year, because the State provides a home heating credit to certain individuals that do not qualify for federal funds. This bill would have no local fiscal impact.