

# HOUSE BILL No. 4535

March 27, 2001, Introduced by Reps. LaSata, Scranton, Richardville and DeRossett and referred to the Committee on Land Use and Environment.

A bill to amend 1933 PA 167, entitled  
"General sales tax act,"  
by amending section 25 (MCL 205.75), as amended by 1993 PA 325.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 25. (1) All sums of money received and collected under  
2 this act shall be deposited by the department in the state trea-  
3 sury to the credit of the general fund, except as provided in  
4 this section.

5       (2) Fifteen percent of the collections of the tax imposed at  
6 a rate of 4% shall be distributed to cities, villages, and town-  
7 ships pursuant to the GLENN STEIL state revenue sharing act of  
8 1971, ~~Act No. 140 of the Public Acts of 1971, being sections~~  
9 ~~141.901 to 141.921 of the Michigan Compiled Laws~~ 1971 PA 140,  
10 MCL 141.901 TO 141.921.

1       (3) Sixty percent of the collections of the tax imposed at a  
2 rate of 4% shall be deposited in the state school aid fund  
3 established in section 11 of article IX of the state constitution  
4 of 1963 and distributed as provided by law. In addition, all of  
5 the collections of the tax imposed at the additional rate of 2%  
6 approved by the electors March 15, 1994 shall be deposited in the  
7 state school aid fund.

8       (4) For the fiscal year ending September 30, 1988 and each  
9 fiscal year ending after September 30, 1988, of the 25% of the  
10 collections of the general sales tax imposed at a rate of 4%  
11 directly or indirectly on fuels sold to propel motor vehicles  
12 upon highways, on the sale of motor vehicles, and on the sale of  
13 the parts and accessories of motor vehicles by new and used car  
14 businesses, used car businesses, accessory dealer businesses, and  
15 gasoline station businesses as classified by the department of  
16 treasury remaining after the allocations and distributions are  
17 made pursuant to subsections (2) and (3), the following amounts  
18 shall be deposited each year into the respective funds:

19       (a) Not less than 27.9% to the comprehensive transportation  
20 fund. However, for the fiscal year ending September 30, 1991  
21 only, the amount to be deposited in the comprehensive transporta-  
22 tion fund shall be reduced by \$1,500,000.00.

23       (b) The balance to the state general fund.

24       (5) After the allocations and distributions are made  
25 ~~pursuant to~~ UNDER subsections (2) and (3), an amount equal to  
26 the collections of the tax imposed at a rate of 4% by this act  
27 from the sale at retail of computer software as defined in

1 section 1 shall be deposited in the Michigan health initiative  
2 fund created in section 5911 of the public health code, ~~Act~~  
3 ~~No. 368 of the Public Acts of 1978, being section 333.5911 of the~~  
4 ~~Michigan Compiled Laws~~ 1978 PA 368, MCL 333.5911, and shall be  
5 considered in addition to, and is not intended as a replacement  
6 for any other money appropriated to the department of public  
7 health. The funds deposited in the Michigan health initiative  
8 fund on an annual basis shall not be less than \$9,000,000.00 or  
9 more than \$12,000,000.00.

10 (6) AFTER THE ALLOCATIONS AND DISTRIBUTIONS ARE MADE UNDER  
11 SUBSECTIONS (2) AND (3), AN AMOUNT EQUAL TO THE BALANCE OF THE  
12 COLLECTIONS OF THE TAX IMPOSED AT A RATE OF 4% UNDER THIS ACT ON  
13 THE SALE OF EACH MANUFACTURED OR MOBILE HOME SHALL BE DEPOSITED  
14 IN THE STATE SCHOOL AID FUND. AS USED IN THIS SUBSECTION,  
15 "MANUFACTURED OR MOBILE HOME" MEANS A STRUCTURE, TRANSPORTABLE IN  
16 1 OR MORE SECTIONS, THAT IS BUILT ON A CHASSIS AND DESIGNED TO BE  
17 USED AS A DWELLING, WITH OR WITHOUT A PERMANENT FOUNDATION, WHEN  
18 CONNECTED TO THE REQUIRED UTILITIES AND INCLUDES THE PLUMBING,  
19 HEATING, AIR-CONDITIONING, AND ELECTRICAL SYSTEMS CONTAINED IN  
20 THE STRUCTURE.

21 (7) ~~-(6)-~~ The balance in the state general fund shall be  
22 disbursed only on an appropriation or appropriations by the  
23 legislature.