

# HOUSE BILL No. 4731

May 3, 2001, Introduced by Reps. Bob Brown, Woronchak, Raczkowski and Bovin 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 269.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1        SEC. 269. (1) FOR TAX YEARS THAT BEGIN AFTER DECEMBER 31,  
2 2000, A TAXPAYER WHO, AFTER THE DATE ON WHICH THE PURCHASE OF A  
3 HOMESTEAD IS FINAL, IS REQUIRED TO PURCHASE FLOOD INSURANCE ON  
4 THAT HOMESTEAD MAY CLAIM A CREDIT AGAINST THE TAX IMPOSED BY THIS  
5 ACT EQUAL TO THE AMOUNT PAID BY THE TAXPAYER IN THE TAX YEAR TO  
6 PURCHASE FLOOD INSURANCE ON THAT HOMESTEAD OR \$100.00, WHICHEVER  
7 IS LESS, IF THE MUNICIPALITY IN WHICH THE HOMESTEAD IS LOCATED  
8 BEGAN PARTICIPATION IN THE NATIONAL FLOOD INSURANCE PROGRAM UNDER  
9 THE NATIONAL FLOOD INSURANCE ACT OF 1968, TITLE XIII OF PUBLIC  
10 LAW 90-448, 82 STAT. 572, AFTER THE DATE ON WHICH THE PURCHASE OF  
11 THE HOMESTEAD BY THE TAXPAYER WAS FINAL.

1       (2) IF THE CREDIT AMOUNT ALLOWED UNDER THIS SECTION EXCEEDS  
2 THE TAX LIABILITY OF THE TAXPAYER FOR THE TAX YEAR, THE EXCESS  
3 PORTION OF THE CREDIT SHALL NOT BE REFUNDED.

4       (3) AS USED IN THIS SECTION, "HOMESTEAD" MEANS THAT TERM AS  
5 DEFINED IN SECTION 7DD OF THE GENERAL PROPERTY TAX ACT, 1893  
6 PA 206, MCL 211.7DD.