

HOUSE BILL No. 4833

May 30, 2001, Introduced by Reps. Hale, Garza, Clark, Bogardus, Gielegem, McConico, Waters, Hardman and Lemmons and referred to the Committee on Tax Policy.

A bill to amend 1975 PA 228, entitled
"Single business tax act,"
(MCL 208.1 to 208.145) by adding section 39d.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 39D. (1) FOR TAX YEARS THAT BEGIN AFTER DECEMBER 31,
2 2001, A TAXPAYER THAT IS A PUBLISHING COMPANY MAY CLAIM A CREDIT
3 UNDER THIS SECTION FOR LOW-COST DICTIONARIES IT SELLS TO PUBLIC
4 SCHOOLS AND PUBLIC SCHOOL ACADEMIES IN THIS STATE FOR USE BY
5 STUDENTS.

6 (2) THE CREDIT UNDER THIS SECTION SHALL BE EQUAL TO THE DIF-
7 FERENCE BETWEEN THE COST AT WHICH THE DICTIONARIES WOULD OTHER-
8 WISE HAVE SOLD AND THE COST PAID BY THE SCHOOLS.

9 (3) THE CREDIT UNDER THIS SECTION SHALL NOT EXCEED 50% OF
10 THE TAXPAYER'S TAX LIABILITY FOR THE TAX YEAR.

1 (4) AS USED IN THIS SECTION:

2 (A) "LOW-COST DICTIONARIES" MEANS DICTIONARIES SOLD AT LESS
3 THAN THE PRICE ORDINARILY CHARGED TO A SCHOOL FOR THOSE
4 DICTIONARIES. THE PRICE ORDINARILY CHARGED SHOULD TAKE INTO CON-
5 sideration ANY DISCOUNT REGULARLY OFFERED ON SUCH SALES.

6 (B) "PUBLIC SCHOOL ACADEMY" MEANS A PUBLIC SCHOOL ACADEMY
7 OPERATED UNDER THE REVISED SCHOOL CODE, 1976 PA 451, MCL 380.1 TO
8 380.1852.