

**SUBSTITUTE FOR  
SENATE BILL NO. 1373**

A bill to amend 1937 PA 94, entitled  
"Use tax act,"  
by amending section 6a (MCL 205.96a), as amended by 2004 PA 172.

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

1       Sec. 6a. (1) The organizing entity of a qualified athletic  
2 event that sells corporate sponsor contracts for the event that  
3 include both taxable tangible personal property and services may  
4 exempt the sale of taxable tangible personal property or taxable  
5 services if all of the following criteria have been met:

6       (a) The organizing entity is exempt or is wholly owned by an  
7 entity exempt under section 501(c)(6) of the internal revenue code,  
8 26 USC 501.

9       (b) The organizing entity provided both of the following to  
10 the department at least ~~180~~ 60 days in advance of entering into

1 the first corporate sponsor contract:

2 (i) Written notice of its intent to enter into corporate  
3 sponsor contracts.

4 (ii) An itemized schedule of the tangible personal property and  
5 services that will be provided under each corporate sponsor  
6 contract.

7 (c) The department has given written approval to the  
8 organizing entity.

9 (2) As used in this section, "qualified athletic event" means  
10 ~~either~~ **1 OR MORE** of the following:

11 (a) A professional sporting competition in which individuals  
12 officially representing at least 2 countries or nations compete.

13 (b) A professional football competition in which teams compete  
14 in a postseason event to determine the league champion.

15 **(C) A PROFESSIONAL GOLFERS' ASSOCIATION COMPETITION IN WHICH**  
16 **INDIVIDUALS COMPETE IN AN EVENT TO DETERMINE A CHAMPION.**

17 **(D) A COLLEGIATE BASKETBALL COMPETITION IN WHICH TEAMS COMPETE**  
18 **IN A POSTSEASON EVENT TO DETERMINE THE NATIONAL CHAMPION.**

19 (3) This section is repealed effective January 1, ~~2007~~ 2010.