

SENATE BILL No. 1373

August 9, 2006, Introduced by Senator JOHNSON and referred to the Committee on Appropriations.

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 days in advance of entering into the

1 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 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. A~~

15 **PROFESSIONAL GOLFERS' ASSOCIATION COMPETITION IN WHICH INDIVIDUALS**
16 **COMPETE IN A POSTSEASON EVENT TO DETERMINE A CHAMPION.**

17 (3) This section is repealed effective January 1, ~~2007~~ 2009.