

# HOUSE BILL No. 5414

November 7, 2007, Introduced by Reps. Young, Miller, Griffin, Cushingberry, Robert Jones and Clack and referred to the Committee on Tax Policy.

A bill to amend 2007 PA 36, entitled  
"Michigan business tax act,"  
(MCL 208.1101 to 208.1601) by adding section 451.

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

1           SEC. 451. (1) A TAXPAYER THAT PROVIDES OR ADMINISTERS TO ITS  
2 EMPLOYEES ADDITIONAL EDUCATION OR EMPLOYMENT TRAINING, OR BOTH, MAY  
3 CLAIM A CREDIT AGAINST THE TAX IMPOSED BY THIS ACT EQUAL TO THE SUM  
4 OF 10% OF THE QUALIFIED EXPENSES INCURRED BY THE TAXPAYER DURING  
5 THE TAX YEAR FOR THE PROVISION OR ADMINISTRATION OF THE ADDITIONAL  
6 EDUCATION OR EMPLOYMENT TRAINING PROGRAM. THE CREDIT ALLOWED UNDER  
7 THIS SECTION SHALL NOT EXCEED \$500.00 FOR EACH EMPLOYEE WHO  
8 PARTICIPATED IN THE EDUCATION OR TRAINING PROGRAM PROVIDED OR  
9 ADMINISTERED BY THE TAXPAYER DURING THE TAX YEAR.

10           (2) IF THE AMOUNT OF THE CREDIT ALLOWED UNDER THIS SECTION

1 EXCEEDS THE TAX LIABILITY OF THE TAXPAYER FOR THE TAX YEAR, THAT  
2 PORTION OF THE CREDIT THAT EXCEEDS THE TAX LIABILITY SHALL BE  
3 REFUNDED.

4 (3) THE CREDIT ALLOWED UNDER THIS SECTION SHALL BE CLAIMED IN  
5 A MANNER AND FORM AS PRESCRIBED BY THE DEPARTMENT. THE DEPARTMENT  
6 MAY REQUIRE THE TAXPAYER TO FURNISH INFORMATION AS IT DETERMINES  
7 NECESSARY TO SUPPORT A CLAIM FOR A CREDIT UNDER THIS SECTION.

8 (4) AS USED IN THIS SECTION, "QUALIFIED EXPENSES" MEANS THE  
9 COSTS OF CLASSROOM INSTRUCTION, TRAINING, AND RELATED EXPENSES  
10 IDENTIFIED AS COSTS FOR WHICH THE TAXPAYER IS RESPONSIBLE UNDER THE  
11 EDUCATION OR EMPLOYMENT TRAINING PROGRAM BEING OFFERED TO THE  
12 EMPLOYEES. QUALIFIED EXPENSES INCLUDE, BUT ARE NOT LIMITED TO,  
13 TUITION, FEES, BOOKS, AND OTHER ITEMS NECESSARY FOR PARTICIPATION  
14 IN THE EDUCATION OR TRAINING PROGRAM.

15 Enacting section 1. This amendatory act takes effect January  
16 1, 2008.