

# SENATE BILL No. 1125

February 19, 2008, Introduced by Senators PATTERSON, GILBERT, JELINEK, BIRKHOLZ, BARCIA, VAN WOERKOM, CROPSEY and HARDIMAN and referred to the Committee on Agriculture.

A bill to amend 1967 PA 281, entitled  
"Income tax act of 1967,"  
(MCL 206.1 to 206.532) by adding section 278.

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

1           SEC. 278. (1) FOR THE 2009 TAX YEAR AND EACH TAX YEAR BEFORE  
2 JANUARY 1, 2015, A TAXPAYER MAY CLAIM A CREDIT AGAINST THE TAX  
3 IMPOSED BY THIS ACT EQUAL TO \$250.00 FOR THE PURCHASE OF A NEW,  
4 QUALIFYING VEHICLE DURING THE TAX YEAR.

5           (2) TO CLAIM THE CREDIT UNDER THIS SECTION THE TAXPAYER SHALL  
6 COMPLETE THE FORM PROVIDED BY THE DEPARTMENT, ATTACH PROOF OF THE  
7 PURCHASE TO THAT FORM, AND FILE BOTH WITH THE TAXPAYER'S ANNUAL  
8 RETURN FOR THE TAX YEAR IN WHICH THE TAXPAYER PURCHASED THAT  
9 VEHICLE FOR WHICH THE CREDIT IS CLAIMED.

10           (3) IF THE CREDIT ALLOWED UNDER THIS SECTION FOR THE TAX YEAR

1 AND ANY UNUSED CARRYFORWARD OF THE CREDIT ALLOWED BY THIS SECTION  
2 EXCEED THE TAX LIABILITY OF THE TAXPAYER FOR THE TAX YEAR, THAT  
3 PORTION OF THE CREDIT THAT EXCEEDS THE TAX LIABILITY SHALL NOT BE  
4 REFUNDED BUT MAY BE CARRIED FORWARD TO OFFSET TAX LIABILITY IN  
5 SUBSEQUENT TAX YEARS UNTIL USED UP.

6 (4) AS USED IN THIS SECTION:

7 (A) "QUALIFIED FUEL CELL MOTOR VEHICLE", "ADVANCED LEAN BURN  
8 TECHNOLOGY MOTOR VEHICLE", "QUALIFIED HYBRID MOTOR VEHICLE", AND  
9 "ALTERNATIVE FUEL MOTOR VEHICLE" MEAN THOSE TERMS AS DEFINED UNDER  
10 SECTION 30B OF THE INTERNAL REVENUE CODE.

11 (B) "QUALIFYING VEHICLE" MEANS A QUALIFIED FUEL CELL MOTOR  
12 VEHICLE, AN ADVANCED LEAN BURN TECHNOLOGY MOTOR VEHICLE, A  
13 QUALIFIED HYBRID MOTOR VEHICLE, OR AN ALTERNATIVE FUEL MOTOR  
14 VEHICLE.