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Senate Bill 90 (Substitute S-1 as reported)  
Sponsor: Senator Nancy Cassis  
Committee: Finance

### **CONTENT**

The bill would amend the Michigan Business Tax (MBT) Act to provide that if a qualified taxpayer had an unused carryforward of a credit for rehabilitating a historic resource, the amount otherwise added to the taxpayer's tax liability because of revocation of certification of completed rehabilitation or sale of the historic resource could be used to reduce the taxpayer's carryforward.

The bill would be retroactive and effective for tax years beginning after December 31, 2007.

("Qualified taxpayer" means a person that either owns the resource to be rehabilitated or has a long-term lease agreement with the owner of the historic resource and that has qualified expenditures for the rehabilitation of the historic resource equal to or greater than 10% of the State equalized valuation of the property.)

MCL 208.1435

Legislative Analyst: Craig Laurie

### **FISCAL IMPACT**

The change proposed in this bill is a technical clarification of the tax ramifications when rehabilitated property for which a historic rehabilitation credit was claimed is sold within five years after the credit was claimed, and therefore the bill would have no fiscal impact on State or local governments.

Date Completed: 2-2-09

Fiscal Analyst: Jay Wortley