

SUBSTITUTE FOR
HOUSE BILL NO. 4514

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
by amending section 272 (MCL 206.272), as added by 2006 PA 372.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 272. (1) For the ~~following tax years that begin~~ **TAX YEAR**
2 **THAT BEGINS** after December 31, 2007 **AND BEFORE JANUARY 1, 2009**, a
3 taxpayer may credit against the tax imposed by this act an amount
4 equal to ~~the specified percentages~~ **10%** of the credit the taxpayer
5 is allowed to claim as a credit under section 32 of the internal
6 revenue code for a tax year on a return filed under this act for
7 the same tax year. +
8 ~~— (a) For tax years that begin after December 31, 2007 and~~
9 ~~before January 1, 2009, 10%.~~

1 (2) ~~(b)~~—For tax years that begin after December 31, 2008, A
2 TAXPAYER MAY CREDIT AGAINST THE TAX IMPOSED BY THIS ACT AN AMOUNT
3 EQUAL TO 20% OF THE CREDIT THE TAXPAYER IS ALLOWED TO CLAIM AS A
4 CREDIT UNDER SECTION 32 OF THE INTERNAL REVENUE CODE FOR A TAX YEAR
5 ON A RETURN FILED UNDER THIS ACT FOR THE SAME TAX YEAR AS LONG AS
6 THE TAXPAYER WAS A RESIDENT OF THIS STATE FOR AT LEAST 6 MONTHS OF
7 THAT SAME TAX YEAR.

8 (3) ~~(2)~~—If the credit allowed by this section exceeds the tax
9 liability of the taxpayer for the tax year, the state treasurer
10 shall refund the excess to the taxpayer without interest, except as
11 provided in section 30 of 1941 PA 122, MCL 205.30.