

SUBSTITUTE FOR
HOUSE BILL NO. 5068

A bill to amend 1993 PA 331, entitled
"State education tax act,"
by amending section 3 (MCL 211.903), as amended by 2007 PA 38.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 3. (1) Beginning in 1994, except as otherwise provided in
2 subsections (2) and (3), there is levied a state education tax on
3 all property not exempt by law from ad valorem property taxes or
4 not subject to a tax under 1905 PA 282, MCL 207.1 to 207.21, at a
5 rate of 6 mills.

6 (2) In 2003 only, there is levied a state education tax on all
7 property not exempt by law from ad valorem property taxes or not
8 subject to a tax under 1905 PA 282, MCL 207.1 to 207.21, at the
9 rate of 5 mills.

10 (3) For taxes levied after December 31, 2007, **THE FOLLOWING**

1 PROPERTY IS EXEMPT FROM THE TAX LEVIED UNDER THIS ACT:

2 (A) EXCEPT AS OTHERWISE PROVIDED IN SUBDIVISION (B), personal
3 property classified under section 34c of the general property tax
4 act, 1893 PA 206, MCL 211.34c, as industrial personal property. ~~is~~
5 ~~exempt from the tax levied under this act.~~

6 (B) BEGINNING DECEMBER 30, 2010, TURBINES USED IN THE
7 GENERATION OF ELECTRICITY BY A USER, OWNER, OR OPERATOR OF THE
8 BULK-POWER SYSTEM ARE NOT ELIGIBLE FOR THE EXEMPTION UNDER THIS
9 SUBSECTION. AS USED IN THIS SUBDIVISION, "BULK-POWER SYSTEM" MEANS
10 THAT TERM AS DESCRIBED IN 18 CFR 39.2.

11 Enacting section 1. This amendatory act is retroactive and is
12 effective December 30, 2010.