

SUBSTITUTE FOR  
HOUSE BILL NO. 6010

A bill to amend 1933 PA 167, entitled  
"General sales tax act,"  
(MCL 205.51 to 205.78) by adding section 4dd.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1           SEC. 4DD. (1) SUBJECT TO SUBSECTION (2), A PERSON SUBJECT TO  
2 THE TAX UNDER THIS ACT MAY EXCLUDE FROM THE GROSS PROCEEDS USED FOR  
3 THE COMPUTATION OF THE TAX THE SALE OF TANGIBLE PERSONAL PROPERTY  
4 TO A QUALIFIED TAXPAYER FOR USE AT A PRODUCING MINE OR AT A  
5 FACILITY WHERE BENEFICIATION OF MINERALS OCCUR.

6           (2) THE PROPERTY UNDER SUBSECTION (1) IS EXEMPT ONLY TO THE  
7 EXTENT THAT THE PROPERTY IS USED FOR THE EXEMPT PURPOSES STATED IN  
8 THIS SECTION. THE EXEMPTION IS LIMITED TO THE PERCENTAGE OF EXEMPT  
9 USE TO TOTAL USE DETERMINED BY A REASONABLE FORMULA OR METHOD  
10 APPROVED BY THE DEPARTMENT.

1           (3) AS USED IN THIS SECTION:

2           (A) "BENEFICIATION", "MINERAL", "PRODUCING MINE", AND  
3 "TAXPAYER" MEAN THOSE TERMS AS DEFINED IN SECTION 2 OF THE  
4 NONFERROUS METALLIC MINERALS EXTRACTION SEVERANCE TAX ACT.

5           (B) "QUALIFIED TAXPAYER" MEANS A TAXPAYER THAT PURCHASES  
6 TANGIBLE PERSONAL PROPERTY FOR USE AT A PRODUCING MINE OR AT A  
7 FACILITY WHERE BENEFICIATION OF MINERALS OCCUR.

8           Enacting section 1. This amendatory act does not take effect  
9 unless House Bill No. 6008 of the 96th Legislature is enacted into  
10 law.