

HOUSE BILL No. 5068

October 13, 2011, Introduced by Rep. Stamas and referred to the Committee on Government Operations.

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**
11 **PROPERTY IS EXEMPT FROM THE TAX LEVIED UNDER THIS ACT:**

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

5 (B) GAS, STEAM, OR COAL-FIRED TURBINES USED IN THE GENERATION
6 OF ELECTRICITY ARE NOT ELIGIBLE FOR THE EXEMPTION UNDER THIS
7 SUBSECTION.

8 Enacting section 1. This amendatory act is intended to clarify
9 and express the original intent of the legislature concerning the
10 eligibility of gas, steam, or coal-fired turbines used in the
11 generation of electricity for the exemption provided under section
12 903 of the state education tax act, 1993 PA 331, MCL 211.903. This
13 amendatory act is retroactive and is effective for taxes levied
14 after December 31, 2007.