

# SENATE BILL No. 848

March 4, 2014, Introduced by Senator HUNE and referred to the Committee on Finance.

A bill to amend 1937 PA 94, entitled  
"Use tax act,"  
(MCL 205.91 to 205.111) by adding section 4bb.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1        SEC. 4BB. (1) SUBJECT TO SUBSECTIONS (2) AND (3), THE TAX  
2        UNDER THIS ACT DOES NOT APPLY TO THE STORAGE, USE, OR CONSUMPTION  
3        OF THE FOLLOWING:

4        (A) TANGIBLE PERSONAL PROPERTY SOLD TO A TAXPAYER FOR USE IN  
5        THE HARVESTING, HANDLING, TRANSFORMATION, OR PACKAGING OF AQUATIC  
6        VEGETATION FROM THE WATERS OF THE STATE.

7        (B) REPAIR PARTS FOR TANGIBLE PERSONAL PROPERTY USED IN THE  
8        HARVESTING, HANDLING, TRANSFORMATION, OR PACKAGING OF AQUATIC  
9        VEGETATION FROM THE WATERS OF THE STATE.

10       (2) THE PROPERTY UNDER SUBSECTION (1) IS EXEMPT ONLY TO THE

1 EXTENT THAT THE PROPERTY IS USED FOR THE EXEMPT PURPOSES STATED IN  
2 THIS SECTION. THE EXEMPTION IS LIMITED TO THE PERCENTAGE OF EXEMPT  
3 USE TO TOTAL USE DETERMINED BY A REASONABLE FORMULA OR METHOD  
4 APPROVED BY THE DEPARTMENT.

5 (3) THE EXEMPTION UNDER SUBSECTION (1) DOES NOT INCLUDE A  
6 MOTOR VEHICLE LICENSED OR REQUIRED TO BE LICENSED FOR USE ON THE  
7 PUBLIC ROADS OR HIGHWAYS OF THIS STATE.

8 (4) AS USED IN THIS SECTION, "WATERS OF THE STATE" MEANS THAT  
9 TERM AS DEFINED IN SECTION 3302 OF THE NATURAL RESOURCES AND  
10 ENVIRONMENTAL PROTECTION ACT, 1994 PA 451, MCL 324.3302.