

HOUSE BILL No. 5135

December 9, 2015, Introduced by Reps. Banks, Gay-Dagnogo, Callton, Hovey-Wright, Byrd, Robinson, Cochran, Talabi, Geiss, Lane, Liberati, Rutledge, Chang, Garrett, Guerra, Durhal, Kosowski, Schor, Moss, Phelps, Love, Neeley, Greimel and Derek Miller and referred to the Committee on Insurance.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
(MCL 206.1 to 206.713) by adding section 640.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 640. (1) FOR TAX YEARS BEGINNING AFTER DECEMBER 31, 2015,
2 AN INSURANCE COMPANY MAY CLAIM A CREDIT AGAINST THE TAX IMPOSED
3 UNDER THIS CHAPTER FOR THAT TAX YEAR IN AN AMOUNT EQUAL TO \$500.00
4 FOR EACH AUTOMOBILE INSURANCE POLICY ISSUED IN ACCORDANCE WITH
5 SECTION 3181 OF THE INSURANCE CODE OF 1956, 1956 PA 218, MCL
6 500.3181.

7 (2) TO CLAIM THE CREDIT UNDER THIS SECTION, THE DEPARTMENT MAY
8 REQUIRE REASONABLE PROOF FROM THE INSURANCE COMPANY IN SUPPORT OF
9 THE AUTOMOBILE INSURANCE POLICIES ISSUED AND CLAIMED UNDER THIS
10 SECTION.

1 (3) THE CREDIT UNDER THIS SECTION IS IN ADDITION TO ANY OTHER
2 CREDITS THE INSURANCE COMPANY IS ELIGIBLE FOR UNDER THIS CHAPTER.

3 (4) ANY AMOUNT OF THE CREDIT UNDER THIS SECTION THAT IS IN
4 EXCESS OF THE TAX LIABILITY OF THE INSURANCE COMPANY FOR THE TAX
5 YEAR SHALL NOT BE REFUNDED BUT MAY BE CARRIED FORWARD TO OFFSET TAX
6 LIABILITY UNDER THIS CHAPTER IN SUBSEQUENT TAX YEARS FOR A PERIOD
7 NOT TO EXCEED 5 TAX YEARS OR UNTIL USED UP, WHICHEVER OCCURS FIRST.

8 Enacting section 1. This amendatory act does not take effect
9 unless Senate Bill No.____ or House Bill No. 5134 (request no.
10 04251'15 *) of the 98th Legislature is enacted into law.