

SENATE BILL No. 198

March 11, 2015, Introduced by Senators HERTEL, BIEDA, YOUNG, HOOD, ANANICH, GREGORY, JOHNSON and WARREN and referred to the Committee on Finance.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
(MCL 206.1 to 206.713) by adding section 272a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 272A. (1) FOR TAX YEARS THAT BEGIN AFTER DECEMBER 31,
2 2014, A TAXPAYER MAY CLAIM A CREDIT AGAINST THE TAX IMPOSED BY THIS
3 ACT EQUAL TO THE FOLLOWING SPECIFIED PERCENTAGES OF THE CREDIT THE
4 TAXPAYER IS ALLOWED TO CLAIM AS A CREDIT UNDER SECTION 21 OF THE
5 INTERNAL REVENUE CODE FOR A TAX YEAR ON A RETURN FILED UNDER THIS
6 ACT FOR THE SAME TAX YEAR:

7 (A) FOR A TAXPAYER WITH AN ADJUSTED GROSS INCOME AS DEFINED IN
8 THE INTERNAL REVENUE CODE OF LESS THAN \$25,000.00, 110%.

9 (B) FOR A TAXPAYER WITH AN ADJUSTED GROSS INCOME AS DEFINED IN
10 THE INTERNAL REVENUE CODE OF \$25,000.00 OR MORE BUT LESS THAN
11 \$40,000.00, 100%.

1 (C) FOR A TAXPAYER WITH AN ADJUSTED GROSS INCOME AS DEFINED IN
2 THE INTERNAL REVENUE CODE OF \$40,000.00 OR MORE BUT LESS THAN
3 \$65,000.00, 80%.

4 (D) FOR A TAXPAYER WITH AN ADJUSTED GROSS INCOME AS DEFINED IN
5 THE INTERNAL REVENUE CODE OF \$65,000.00 OR MORE BUT LESS THAN
6 \$100,000.00, 20%.

7 (2) IF THE CREDIT ALLOWED BY THIS SECTION EXCEEDS THE TAX
8 LIABILITY OF THE TAXPAYER FOR THE TAX YEAR, THAT PORTION OF THE
9 CREDIT THAT EXCEEDS THE TAX LIABILITY SHALL BE REFUNDED.