

SENATE BILL No. 407

May 24, 2017, Introduced by Senators HANSEN, PROOS, SHIRKEY, BOOHER, MEEKHOF, CASPERSON, PAVLOV, SCHUITMAKER, COLBECK, ANANICH and HOPGOOD 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 268.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 268. (1) FOR TAX YEARS BEGINNING ON AND AFTER JANUARY 1,
2 2018, AN ELIGIBLE TAXPAYER MAY CLAIM A CREDIT AGAINST THE TAX
3 IMPOSED BY THIS PART EQUAL TO THE TAXPAYER'S QUALIFIED ADOPTION
4 EXPENSES IN EXCESS OF THE AMOUNT OF CREDIT FOR QUALIFIED ADOPTION
5 EXPENSES THE TAXPAYER CLAIMED UNDER SECTION 23 OF THE INTERNAL
6 REVENUE CODE, OR \$1,200.00 PER CHILD, WHICHEVER IS LESS.

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

1 (3) AS USED IN THIS SECTION:

2 (A) "ELIGIBLE TAXPAYER" MEANS A TAXPAYER THAT CLAIMED A CREDIT
3 UNDER SECTION 23 OF THE INTERNAL REVENUE CODE FOR THE SAME TAX YEAR
4 THAT THE TAXPAYER IS CLAIMING A CREDIT UNDER THIS SECTION.

5 (B) "QUALIFIED ADOPTION EXPENSES" MEANS ADOPTION EXPENSES THAT
6 ARE ELIGIBLE TO BE USED BY AN ELIGIBLE TAXPAYER TO CLAIM A CREDIT
7 AGAINST THE TAXPAYER'S FEDERAL TAX LIABILITY UNDER SECTION 23 OF
8 THE INTERNAL REVENUE CODE FOR THE SAME TAX YEAR THAT THE TAXPAYER
9 IS CLAIMING A CREDIT UNDER THIS SECTION.