

SENATE BILL No. 408

May 24, 2017, Introduced by Senators HANSEN, PROOS, BOOHER, 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 269.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 269. (1) FOR TAX YEARS BEGINNING ON AND AFTER JANUARY 1,
2 2018, A TAXPAYER MAY CLAIM A CREDIT AGAINST THE TAX IMPOSED BY THIS
3 PART, SUBJECT TO THE APPLICABLE LIMITATIONS PROVIDED BY THIS
4 SECTION, IN AN AMOUNT EQUAL TO 50% OF THE FAIR MARKET VALUE OF AN
5 AUTOMOBILE DONATED BY THE TAXPAYER TO A QUALIFIED ORGANIZATION THAT
6 INTENDS TO PROVIDE THE AUTOMOBILE TO A QUALIFIED RECIPIENT.

7 (2) THE VALUE OF A PASSENGER VEHICLE SHALL BE DETERMINED BY
8 THE QUALIFIED ORGANIZATION OR BY USING THE VALUE OF THE AUTOMOBILE
9 IN THE APPROPRIATE GUIDE PUBLISHED BY THE NATIONAL AUTOMOTIVE

1 DEALERS ASSOCIATION, WHICHEVER IS LESS.

2 (3) FOR A TAXPAYER OTHER THAN A RESIDENT ESTATE OR TRUST, THE
3 AMOUNT ALLOWABLE AS A CREDIT UNDER THIS SECTION FOR A TAX YEAR
4 SHALL NOT EXCEED \$50.00, OR FOR A JOINT RETURN AS PROVIDED IN
5 SECTION 311, \$100.00.

6 (4) IF THE CREDIT ALLOWED UNDER THIS SECTION EXCEEDS THE TAX
7 LIABILITY OF THE TAXPAYER FOR THE TAX YEAR, THAT AMOUNT THAT
8 EXCEEDS THE TAX LIABILITY SHALL NOT BE REFUNDED.

9 (5) AS USED IN THIS SECTION, "QUALIFIED ORGANIZATION" AND
10 "QUALIFIED RECIPIENT" MEAN THOSE TERMS AS DEFINED IN SECTION 4Y OF
11 THE USE TAX ACT, 1937 PA 94, MCL 205.94Y.