

# SENATE BILL NO. 1180

October 01, 2020, Introduced by Senators HERTEL and MACGREGOR and referred to the Committee on Economic and Small Business Development.

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

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 4hh. (1) Beginning January 1, 2021, the tax under this  
2 act does not apply to the storage, use, or consumption of an  
3 automated consumer goods micro-fulfillment system or system parts  
4 by a retailer.

5       (2) As used in this section:

6       (a) "Automated consumer goods micro-fulfillment system" means

1 an automated goods-handling system that temporarily stores,  
2 selects, retrieves, assembles, and stages consumer goods ordered by  
3 a consumer for delivery to the consumer or distribution to a retail  
4 store where the goods are picked up by the consumer and that  
5 occupies not less than 10,000 square feet of space in a building in  
6 which at least half of the building's square footage is used as an  
7 operating retail store and is owned, leased, or used by a retailer.

8 (b) "Consumer goods" means finished goods for use primarily  
9 for personal, family, or household purposes.

10 (c) "System parts" means machinery, equipment, repair parts,  
11 and computer software that are component parts of an automated  
12 consumer goods micro-fulfillment system.