

HOUSE BILL No. 5488

February 5, 1992, Introduced by Reps. Gagliardi, Palamara, Bartnik, Porreca, DeMars, Pitoniak, Scott, Dobronski, Leland, Profit, Wozniak, Byrum, Anthony and Olshove and referred to the Committee on Taxation.

A bill to amend Act No. 167 of the Public Acts of 1933,
entitled as amended

"General sales tax act,"

as amended, being sections 205.51 to 205.78 of the Michigan
Compiled Laws, by adding section 4m.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 167 of the Public Acts of 1933, as
2 amended, being sections 205.51 to 205.78 of the Michigan Compiled
3 Laws, is amended by adding section 4m to read as follows:

4 SEC. 4M. (1) A PERSON SUBJECT TO TAX UNDER THIS ACT MAY
5 EXCLUDE FROM GROSS PROCEEDS USED FOR THE COMPUTATION OF THE TAX
6 1/2 OF THE GROSS PROCEEDS FROM THE SALE TO A PERSON OF A QUALI-
7 FIED PASSENGER AUTOMOBILE MANUFACTURED FOR THE 1992 OR 1993 MODEL
8 YEAR.

1 (2) AS USED IN THIS SECTION, "QUALIFIED PASSENGER
2 AUTOMOBILE" MEANS AN AUTOMOBILE THAT MEETS ALL OF THE FOLLOWING
3 CRITERIA:

4 (A) THE AUTOMOBILE WAS NOT PREVIOUSLY TITLED BEFORE THE SALE
5 AT RETAIL BY THE PERSON CLAIMING THE EXEMPTION UNDER THIS
6 SECTION.

7 (B) THE PURCHASER RECEIVED FROM THE SELLER OR MANUFACTURER
8 OF THE AUTOMOBILE A REBATE EQUAL TO THE TAX LEVIED UNDER THIS ACT
9 ON 1/2 OF THE GROSS PROCEEDS OF THE SALE OF THAT AUTOMOBILE AT
10 THE TIME OF PURCHASE OF THE AUTOMOBILE.

11 (C) THE AUTOMOBILE IS CERTIFIED AS DOMESTIC BY THE UNITED
12 STATES ENVIRONMENTAL PROTECTION AGENCY.