

Legislative Analysis



CHANGING USE TAX EXEMPTION REPORTING STATUTORY REFERENCE

Phone: (517) 373-8080
<http://www.house.mi.gov/hfa>

Senate Bill 160 as passed by the Senate
Sponsor: Sen. Sam Singh
House Committee: Judiciary [Discharged]
Senate Committee: Finance, Insurance, and Consumer Protection
Complete to 4-26-23

Analysis available at
<http://www.legislature.mi.gov>

SUMMARY:

Senate Bill 160 would amend 1979 PA 72 to update a statutory reference and to make other changes.

Currently, 1979 PA 72 requires the governor to report the amount of use tax forgone under section 2(f) of the Use Tax Act from the imposition of the tax on the difference between the agreed-upon value of a motor vehicle, trailer coach, or titled watercraft used as part payment of the purchase price (i.e., trade-in) and the full retail price of the motor vehicle, trailer coach, or titled watercraft being purchased, rather than upon the full retail price of the motor vehicle, trailer coach, or titled watercraft.

The bill would update the Use Tax Act reference to section 2(1)(f) and replace the term “trailer coach” with “recreational vehicle.”

It appears that the bill is intended to update the statutory reference to reflect changes to the Use Tax Act made by House Bill 4253, which has been presented to the governor, and to update the language to reflect that currently in the Use Tax Act.

MCL 21.276

FISCAL IMPACT:

Senate Bill 160 would have no fiscal impact on state or local government.

Legislative Analyst: Alex Stegbauer
Fiscal Analysts: Jim Stansell
Ben Gielczyk

■ This analysis was prepared by nonpartisan House Fiscal Agency staff for use by House members in their deliberations and does not constitute an official statement of legislative intent.