

Legislative Analysis



CHANGING USE TAX EXEMPTION REPORTING STATUTORY REFERENCE

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Senate Bill 160 as enacted

Public Act 29 of 2023

Sponsor: Sen. Sam Singh

House Committee: Judiciary [Discharged]

Senate Committee: Finance, Insurance, and Consumer Protection [Discharged]

Complete to 7-27-23

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

SUMMARY:

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

Previously, 1979 PA 72 required 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 changes the Use Tax Act citation to instead refer to *section 2(1)(f)* and replaces the term *trailer coach* with *recreational vehicle* (except for the instance underlined above).

The citation revision is an update to reflect changes to paragraph numbering in section 2 of the Use Tax Act that were made by 2023 PA 21. The other change appears intended to revise the language of 1979 PA 72 to reflect that currently used in the Use Tax Act.

The bill also makes other changes that are technical, stylistic, or to fix errors. These changes have no substantive effect.

MCL 21.276

The bill took effect May 8, 2023.

FISCAL IMPACT:

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

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