

**SUBSTITUTE FOR
SENATE BILL NO. 378**

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
(MCL 206.1 to 206.713) by adding section 254.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 **Sec. 254. (1) For tax years that begin on and after January 1,**
2 **2022 through December 31, 2025, a taxpayer may claim a credit**
3 **against the tax imposed by this part equal to \$500.00 for each**
4 **qualified dependent of the taxpayer for which an exemption was**
5 **claimed under section 30(2)(b) for that same tax year. If the**
6 **credit allowed under this section exceeds the tax liability of the**
7 **taxpayer for the tax year, that portion of the credit that exceeds**
8 **the tax liability shall not be refunded.**

9 **(2) As used in this section, "qualified dependent" means a**



- 1 dependent who is younger than 19 years of age on the last day of
- 2 the tax year for which the credit is claimed.