



SENATE BILL No. 109

January 17, 1995, Introduced by Senator PETERS
and referred to the Committee on Finance.

A bill to amend Act No. 281 of the Public Acts of 1967,
entitled

"Income tax act of 1967,"

as amended, being sections 206.1 to 206.532 of the Michigan
Compiled Laws, by adding section 252.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 281 of the Public Acts of 1967, as
2 amended, being sections 206.1 to 206.532 of the Michigan Compiled
3 Laws, is amended by adding section 252 to read as follows:

4 SEC. 252. (1) A QUALIFIED TAXPAYER MAY CREDIT AGAINST THE
5 TAX IMPOSED BY THIS ACT AN AMOUNT EQUAL TO 25% OF THE CREDIT THE
6 QUALIFIED TAXPAYER IS ALLOWED TO CLAIM AS A CREDIT UNDER SECTION
7 32 OF THE INTERNAL REVENUE CODE FOR A TAX YEAR ON A RETURN FILED
8 UNDER THIS ACT FOR THE SAME TAX YEAR.

1 (2) IF THE CREDIT ALLOWED BY THIS SECTION EXCEEDS THE TAX
2 OTHERWISE DUE FOR THE TAX YEAR, THE STATE TREASURER SHALL REFUND
3 THE EXCESS TO THE QUALIFIED TAXPAYER WITHOUT INTEREST, EXCEPT AS
4 PROVIDED IN SECTION 30 OF ACT NO. 122 OF THE PUBLIC ACTS OF 1941,
5 BEING SECTION 205.30 OF THE MICHIGAN COMPILED LAWS.

6 (3) AS USED IN THIS SECTION, "QUALIFIED TAXPAYER" MEANS A
7 TAXPAYER WHO IS ELIGIBLE TO CLAIM A CREDIT UNDER SECTION 32 OF
8 THE INTERNAL REVENUE CODE AND HAS A QUALIFYING CHILD AS THAT TERM
9 IS DEFINED IN SECTION 32 OF THE INTERNAL REVENUE CODE.