



SENATE BILL No. 428

March 23, 1995, Introduced by Senators BOUCHARD and SHUGARS
and referred to the Committee on Finance.

A bill to amend Act No. 228 of the Public Acts of 1975,
entitled
"Single business tax act,"
as amended, being sections 208.1 to 208.145 of the Michigan
Compiled Laws, by adding section 37c.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Act No. 228 of the Public Acts of 1975, as
2 amended, being sections 208.1 to 208.145 of the Michigan Compiled
3 Laws, is amended by adding section 37c to read as follows:

4 SEC. 37C. (1) FOR TAX YEARS BEGINNING AFTER DECEMBER 31,
5 1994, A TAXPAYER MAY CREDIT AGAINST THE TAX IMPOSED BY THIS ACT
6 50% OF THE QUALIFIED RESEARCH EXPENSES OF THE TAXPAYER IN THE TAX
7 YEAR.

8 (2) THE CREDIT ALLOWED UNDER THIS SECTION SHALL NOT EXCEED
9 THE TAX LIABILITY OF THE TAXPAYER.

1 (3) AS USED IN THIS SECTION, "QUALIFIED RESEARCH EXPENSES OF
2 THE TAXPAYER" MEANS THE AMOUNT THAT IS CALCULATED FOR, OR WOULD
3 BE AVAILABLE TO, THAT TAXPAYER UNDER SECTION 41 OF THE INTERNAL
4 REVENUE CODE.