
Senate Fiscal Agency
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SFA**BILL ANALYSIS**

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Senate Bill 1035 (as reported without amendment)

Sponsor: Senator Mike Rogers

Committee: Finance

CONTENT

The bill would amend the Income Tax Act to reduce the income tax rate by .1% in calendar year 2000, by providing that the State income tax rate would be 4.2% from January 1, 2000, to January 1, 2002. The bill would repeal a provision that sets the income tax rate at 4.3% in 2000.

Currently, the Act provides that the income tax rate is 4.3% in 2000, and will be 4.2% in 2001; 4.1% in 2002; 4.0% in 2003; and 3.9% in 2004 and thereafter.

MCL 206.51c

Legislative Analyst: G. Towne

FISCAL IMPACT

The bill would reduce income tax revenue an estimated \$134.7 million in FY 1999-2000 and \$46.9 million in FY 2000-01. All of this tax reduction would affect General Fund/General Purpose revenue.

Date Completed: 3-1-00

Fiscal Analyst: J. Wortley