

HOUSE BILL No. 4112

February 2, 1999, Introduced by Reps. Stamas, Jelinek, Kukuk, Jansen, DeHart, Van Woerkom and Sanborn and referred to the Committee on Tax Policy.

A bill to amend 1933 PA 167, entitled
"General sales tax act,"
by amending section 4o (MCL 205.54o), as added by 1994 PA 156.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 4o. (1) A ~~person subject to tax under this act with~~
2 ~~aggregate sales at retail in the calendar year of less than~~
3 ~~\$5,000.00 and not operating for profit who is a~~ school, church,
4 hospital, parent cooperative preschool, or ~~nonprofit~~ OTHER
5 organization, NOT OPERATING FOR PROFIT, with a tax exempt status
6 under section ~~4n(1)(a)~~ 4Q(1)(A) or (b) may exclude from the
7 proceeds used for the computation of the tax ~~the~~ \$5,000.00 OF
8 sales of tangible personal property SOLD for fund-raising
9 purposes.
- 10 (2) A club, association, auxiliary, or other organization
11 affiliated with a school, church, hospital, parent cooperative

1 preschool, or nonprofit organization with a tax exempt status
2 under section ~~4n(1)(a)~~ 4Q(1)(A) or (b) is not considered a sep-
3 arate person for purposes of this exemption. As used in this
4 section, "school" means each elementary, middle, junior, or high
5 school site within a local school district that represents a dis-
6 trict attendance area as established by the board of the local
7 school district.