



HOUSE BILL No. 5170

December 7, 1999, Introduced by Reps. Shackleton, Rick Johnson, Ruth Johnson, Faunce, Gilbert, Ehardt, Hager, Kowall, Woronchak, LaSata, Rivet, Bishop, Allen, Caul and Toy and referred to the Committee on Tax Policy.

A bill to amend 1933 PA 167, entitled
"General sales tax act,"
(MCL 205.51 to 205.78) by adding section 4aa.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 4AA. (1) BEGINNING JANUARY 1, 2000, A PERSON SUBJECT
2 TO THE TAX UNDER THIS ACT MAY EXCLUDE FROM THE GROSS PROCEEDS
3 USED FOR THE COMPUTATION OF THE TAX THE SALE OF DIAPERS AND ADULT
4 INCONTINENCE UNDERGARMENTS.

5 (2) EACH YEAR THE STATE TREASURER SHALL ESTIMATE THE AMOUNT
6 OF SALES TAX THAT WAS NOT COLLECTED BECAUSE OF THIS EXEMPTION,
7 AND THAT AMOUNT SHALL BE TRANSFERRED FROM THE GENERAL FUND TO THE
8 STATE SCHOOL AID FUND.