

**SUBSTITUTE FOR
HOUSE BILL NO. 4479**

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
(MCL 206.1 to 206.532) by adding section 269.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 269. (1) FOR TAX YEARS THAT END AFTER DECEMBER 31,
2 2000, AN ELIGIBLE TAXPAYER MAY CLAIM A CREDIT UNDER THIS SECTION
3 EQUAL TO THE SUM OF THE FOLLOWING COSTS PAID, AND NOT OTHERWISE
4 REIMBURSED TO THE TAXPAYER, BY THE ELIGIBLE TAXPAYER IN THE TAX
5 YEAR:
6 (A) TEN PERCENT OF THE COST FOR THE PURCHASE AND INSTALLA-
7 TION OF AN APPLIANCE OR FURNACE THAT HAS THE ENERGY STAR LABEL
8 UNDER THE VOLUNTARY ENERGY STAR LABEL PROGRAM OPERATED JOINTLY BY
9 THE FEDERAL ENVIRONMENTAL PROTECTION AGENCY AND THE FEDERAL
10 DEPARTMENT OF ENERGY.

1 (B) [SEVENTY-FIVE] PERCENT OF THE COST OF WEATHERIZATION OF THE
2 ELIGIBLE TAXPAYER'S HOME.

3 (2) IF THE AMOUNT OF THE CREDIT ALLOWED UNDER THIS SECTION
4 EXCEEDS THE TAX LIABILITY OF THE TAXPAYER FOR THE TAX YEAR, THAT
5 PORTION OF THE CREDIT THAT EXCEEDS THE TAX LIABILITY SHALL BE
6 REFUNDED.

7 (3) AS USED IN THIS SECTION:

8 (A) "ELIGIBLE TAXPAYER" MEANS A TAXPAYER THAT MEETS THE
9 QUALIFICATIONS FOR A HOME HEATING CREDIT UNDER SECTION 527A.

10 (B) "WEATHERIZATION" MEANS THE MODIFICATION OF THE ELIGIBLE
11 TAXPAYER'S HOME AND HOME HEATING SYSTEMS TO IMPROVE HEATING EFFI-
12 CIENCY, INCLUDING, BUT NOT LIMITED TO, CAULKING AND
13 WEATHER-STRIPPING, INSULATION OF CEILINGS, ATTICS, WALLS, FLOORS,
14 OR WATER HEATERS, AND INSTALLATION OF FURNACE IGNITION SYSTEMS,
15 CLOCK THERMOSTATS, STORM WINDOWS, OR STORM DOORS. WEATHERIZATION
16 DOES NOT INCLUDE WINDOWS OTHER THAN STORM WINDOWS, DOORS OTHER
17 THAN STORM DOORS, OR FURNACES OTHER THAN A FURNACE IGNITION
18 SYSTEM THAT IMPROVES THE HEATING EFFICIENCY OF A FURNACE.