

HOUSE BILL No. 4132

February 6, 2001, Introduced by Reps. Raczkowski, Toy and Bishop and referred to the Committee on Tax Policy.

A bill to amend 1937 PA 94, entitled
"Use tax act,"
(MCL 205.91 to 205.111) by adding section 4t.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 4T. (1) THE TAX LEVIED UNDER THIS ACT DOES NOT APPLY
2 TO THE STORAGE, USE, OR CONSUMPTION OF THE FOLLOWING:

3 (A) ENGINES OR CHASSIS THAT ARE LEASED, OWNED, OR OPERATED
4 BY A PROFESSIONAL RACING TEAM.

5 (B) SPARE, REPLACEMENT, OR REBUILDING PARTS OR COMPONENTS
6 FOR ENGINES AND CHASSIS DESCRIBED IN SUBDIVISION (A), BUT NOT
7 TIRES AND ACCESSORIES.

8 (2) AS USED IN THIS SECTION:

9 (A) "COMPETITIVE PROFESSIONAL RACING EVENT" MEANS A MOTOR
10 VEHICLE RACING EVENT SANCTIONED BY 1 OR MORE MOTOR RACING

1 SANCTIONED ORGANIZATIONS AT WHICH AGGREGATE CASH PRIZES IN EXCESS
2 OF \$800,000.00 ARE AWARDED TO COMPETITORS.

3 (B) "FULL-TIME EMPLOYEE" MEANS AN INDIVIDUAL WHO IS EMPLOYED
4 FOR CONSIDERATION FOR 35 OR MORE HOURS PER WEEK OR WHO PROVIDES
5 ANY OTHER STANDARD OF SERVICE GENERALLY ACCEPTED BY CUSTOM OR
6 SPECIFIED BY CONTRACT AS FULL-TIME EMPLOYMENT.

7 (C) "MOTOR RACING VEHICLE" MEANS A VEHICLE WITH A CHASSIS,
8 ENGINE, AND PARTS DESIGNED EXCLUSIVELY FOR MOTOR RACING AND DOES
9 NOT INCLUDE A STOCK OR PRODUCTION MODEL VEHICLE THAT MAY BE MODI-
10 FIED FOR USE IN RACING.

11 (D) "PROFESSIONAL RACING TEAM" MEANS A PERSON THAT EMPLOYS
12 20 OR MORE FULL-TIME EMPLOYEES FOR THE PURPOSE OF CONDUCTING A
13 MOTOR VEHICLE RACING BUSINESS FOR PROFIT. THE RACING BUSINESS
14 SHALL EXIST FOR THE PURPOSE OF RACING 1 OR MORE MOTOR RACING
15 VEHICLES IN 10 OR MORE COMPETITIVE PROFESSIONAL RACING EVENTS
16 EACH YEAR THAT COMPRISE ALL OR A PART OF A MOTOR RACING SERIES
17 SANCTIONED BY 1 OR MORE MOTOR RACING SANCTIONING ORGANIZATIONS.