

HOUSE BILL No. 5795

March 13, 2002, Introduced by Rep. Scranton and referred to the Committee on Transportation.

A bill to amend 1937 PA 94, entitled
"Use tax act,"
by amending section 21 (MCL 205.111), as amended by 1994 PA 34.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 21. (1) Except as provided in ~~subsection (2)~~ THIS
2 SECTION, all money received and collected under ~~the provisions~~
3 of this act shall be deposited by the department of treasury, in
4 the state treasury to the credit of the general fund, to be dis-
5 bursed only by appropriations by the legislature.

6 (2) The collections from the use tax imposed at the addi-
7 tional rate of 2% approved by the electors March 15, 1994 shall
8 be deposited in the state school aid fund established in
9 section 11 of article IX of the state constitution of 1963.

10 (3) IN EACH FISCAL YEAR, OF ALL THE TOTAL COLLECTIONS OF THE
11 USE TAX IMPOSED AT A RATE OF 4% DIRECTLY OR INDIRECTLY ON THE

1 SALE OF MOTOR VEHICLES, ON THE LEASE OF MOTOR VEHICLES, AND ON
2 THE SALE OF THE PARTS AND ACCESSORIES OF MOTOR VEHICLES BY NEW
3 AND USED CAR BUSINESSES, USED CAR BUSINESSES, ACCESSORY DEALER
4 BUSINESSES, AND GASOLINE STATION BUSINESSES AS CLASSIFIED BY THE
5 DEPARTMENT OF TREASURY, THE FOLLOWING AMOUNTS SHALL BE DEPOSITED
6 IN THE FOLLOWING FUNDS:

7 (A) NOT LESS THAN 27.9% OF 25% OF THE TOTAL COLLECTIONS
8 SHALL BE DEPOSITED IN THE COMPREHENSIVE TRANSPORTATION FUND.

9 (B) THE BALANCE TO THE STATE GENERAL FUND.