

SUBSTITUTE FOR  
HOUSE BILL NO. 5345

A bill to amend 1964 PA 284, entitled  
"City income tax act,"  
(MCL 141.501 to 141.787) by adding section 35a to chapter 2.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

CHAPTER 2

Sec. 35a. (1) The credit under this section is effective  
for a city that, not more than 90 days after the effective date  
of the amendatory act that added this section, adopts a  
resolution to include this section in this ordinance.

(2) For tax years that begin after December 31, 2004, a  
taxpayer that is a qualified start-up business may claim a credit  
against the tax imposed by this act each tax year equal to the  
taxpayer's tax liability attributable to that qualified start-up  
business for the tax year in each of the 5 consecutive tax years  
beginning with the first tax year in which the qualified start-up

House Bill No. 5345 (H-4) as amended April 27, 2004

1 business claims a credit under section 31a of the single business  
2 tax act, 1975 PA 228, MCL 208.31a, or section 51f of the income  
3 tax act of 1967, 1967 PA 281, MCL 206.51f.

4 (3) As used in this section, "qualified start-up business"  
5 means that term as defined in section 31a of the single business  
6 tax act, 1975 PA 228, MCL 208.31a.

[Enacting section 1. This amendatory act does not take effect unless  
House Bill No. 5331 of the 92nd Legislature is enacted into law.]