

HOUSE BILL No. 5434

January 27, 2004, Introduced by Reps. Taub, Spade, LaJoy, Garfield, Tabor, Bradstreet, Acciavatti, Milosch, Pastor, Amos, Walker, Shackleton, Meyer, Stahl, Nofs, Gaffney, Pappageorge, Emmons, Voorhees, Vander Veen, Stakoe, Newell, DeRossett, Jamnick, DeRoche, LaSata, Palsrok, Rocca, Hune, Nitz, Ward, Hoogendyk, Farhat and Palmer and referred to the Committee on Tax Policy.

A bill to amend 1967 PA 281, entitled "Income tax act of 1967," by amending section 471 (MCL 206.471), as amended by 2002 PA 486.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 471. (1) The tax imposed by this act shall be
2 administered by the department. The department shall prescribe
3 forms for use by taxpayers and may promulgate rules for all of
4 the following:

5 (a) The maintenance by taxpayers of records, books, and
6 accounts.

7 (b) The computation of the tax.

8 (c) The manner and time of changing or electing accounting
9 methods and of exercising the accounting method options contained
10 in this act.

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1 (d) The making of returns, the payment of tax due, and the
2 ascertainment, assessment, and collection of the tax.

3 (2) The taxpayer shall determine whether his or her tax
4 return required under this act is filed electronically. <<For the tax
5 year that begins on or after January 1, 2003 and before January 1, 2004
6 only, the>>
7 department shall not require any person who prepares a tax return
8 under this act on behalf of another person for compensation to
9 electronically file that return.

8 (3) ~~-(2)-~~ The rules shall follow the rulings of the United
9 States internal revenue service with respect to the federal
10 income tax if those rulings are not inconsistent with this act,
11 and the department may adopt as a part of the rules any portions
12 of the internal revenue code or rulings, in whole or in part.

13 (4) ~~-(3)-~~ A summary of state expenditures and revenues by
14 major category, in dollar amounts and percentage of total, for
15 the most recent state fiscal year that the information is
16 available, shall be printed in the instruction booklet
17 accompanying each state income tax return.

18 (5) ~~-(4)-~~ Each state income tax return shall contain a space
19 for the taxpayer to indicate the school district in which the
20 taxpayer resides.

21 (6) ~~-(5)-~~ The department may provide information in the
22 instruction booklet about the purchase of an annual state park
23 motor vehicle permit pursuant to part 741 of the natural
24 resources and environmental protection act, 1994 PA 451,
25 MCL 324.74101 to 324.74125.

26 (7) ~~-(6)-~~ In the instruction booklet that accompanies the
27 annual return required under this act, the department shall

1 provide a clear and concise listing of each credit and each
2 deduction allowed under this act and a reference to a detailed
3 explanation.

4 **(8)** ~~—(7)—~~ The department shall post the list described in
5 subsection ~~—(6)—~~ **(7)** on the department's official website.