

HOUSE BILL No. 5598

January 24, 2006, Introduced by Reps. Gonzales, Vagnozzi, Zelenko, Lemmons, III, Angerer, Polidori and Spade and referred to the Committee on Tax Policy.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
(MCL 206.1 to 206.532) by adding section 275.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 275. (1) FOR TAX YEARS THAT BEGIN AFTER DECEMBER 31,
2 2005, A TAXPAYER THAT PURCHASES AN ALTERNATIVE FUELED VEHICLE MAY
3 CLAIM A CREDIT EQUAL TO \$500.00 IN THE TAX YEAR IN WHICH THE
4 ALTERNATIVE FUELED VEHICLE WAS PURCHASED.

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

9 (3) AS USED IN THIS SECTION:

10 (A) "ALTERNATIVE FUELED VEHICLE" MEANS A PASSENGER VEHICLE

1 THAT IS AN ELECTRIC VEHICLE OR IS POWERED EXCLUSIVELY BY HYDROGEN
2 FUEL.

3 (B) "ELECTRIC VEHICLE" MEANS A PASSENGER VEHICLE THAT DRAWS
4 PROPULSION ENERGY ONLY FROM AN ON-BOARD SOURCE OF ELECTRICAL
5 ENERGY.

6 (C) "PASSENGER VEHICLE" MEANS A MOTOR VEHICLE WITH MOTIVE
7 POWER DESIGNED TO CARRY 10 PASSENGERS OR LESS, OR A VAN HAVING A
8 GVWR OF 5,000 POUNDS OR LESS, BUT NOT INCLUDING A MULTIPURPOSE
9 PASSENGER MOTOR VEHICLE, MOTORCYCLE, OR TRUCK.