



HOUSE BILL No. 4588

March 14, 1995, Introduced by Reps. Voorhees and Kukuk and referred to the Committee on Tax Policy.

A bill to amend chapter 1 of Act No. 284 of the Public Acts of 1964, entitled "City income tax act," as amended, being sections 141.501 to 141.507 of the Michigan Compiled Laws, by adding section 8.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Chapter 1 of Act No. 284 of the Public Acts of
2 1964, as amended, being sections 141.501 to 141.507 of the
3 Michigan Compiled Laws, is amended by adding section 8 to read as
4 follows:

CHAPTER 1

6 SEC. 8. (1) FOR THE 1995 TAX YEAR AND EACH TAX YEAR AFTER
7 THE 1995 TAX YEAR, A CITY THAT IMPOSES A CITY INCOME TAX PURSUANT
8 TO THIS ACT MAY ENTER INTO AN AGREEMENT WITH THE DEPARTMENT OF
9 TREASURY UNDER WHICH, TO THE EXTENT PROVIDED BY THE AGREEMENT,

1 THE DEPARTMENT SHALL ADMINISTER, ENFORCE, AND COLLECT THE TAX ON
2 BEHALF OF THE CITY.

3 (2) CITY INCOME TAXES COLLECTED UNDER AN AGREEMENT ENTERED
4 INTO PURSUANT TO SUBSECTION (1) SHALL BE KEPT IN A SEPARATE
5 ACCOUNT AND SHALL BE PAID TO THE CITY EXCEPT THAT 2% OF THE TAXES
6 COLLECTED SHALL BE RETAINED BY THE DEPARTMENT TO COVER THE COST
7 OF COLLECTION AND ADMINISTRATION AND DEPOSITED INTO THE GENERAL
8 FUND.