

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.

House Bill No. 5434 as amended March 3, 2004

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

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

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

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

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

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

(7) ~~—(6)—~~ In the instruction booklet that accompanies the 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.