

HOUSE BILL No. 4053

January 27, 2005, Introduced by Reps. Tobocman and Hunter and referred to the Committee on Tax Policy.

A bill to amend 1975 PA 228, entitled
"Single business tax act,"
(MCL 208.1 to 208.145) by adding section 35d.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 35D. (1) FOR TAX YEARS THAT BEGIN AFTER DECEMBER 31, 2005
2 AND BEFORE JANUARY 1, 2011, A TAXPAYER MAY CLAIM A CREDIT AGAINST
3 THE TAX IMPOSED BY THIS ACT EQUAL TO 5% OF THE AMOUNT OF QUALIFIED
4 EQUITY INVESTMENT USED TO DETERMINE THE TAXPAYER'S NEW MARKETS TAX
5 CREDIT UNDER SECTION 45D OF THE INTERNAL REVENUE CODE.

6 (2) THE TAXPAYER'S CREDIT ALLOWED UNDER THIS SECTION FOR A TAX
7 YEAR SHALL NOT EXCEED AN AMOUNT EQUAL TO 2% OF THE TAXPAYER'S
8 LIABILITY FOR THAT TAX YEAR, AS DETERMINED BEFORE CLAIMING THE
9 CREDIT UNDER THIS SECTION.

1 (3) THE TOTAL OF ALL CREDITS ALLOWED UNDER THIS ACT SHALL NOT
2 EXCEED \$10,000,000.00 FOR ALL TAX YEARS FOR WHICH A CREDIT UNDER
3 THIS SECTION MAY BE CLAIMED.