

SENATE SUBSTITUTE FOR
HOUSE BILL NO. 6011

A bill to amend 1937 PA 94, entitled
"Use tax act,"
(MCL 205.91 to 205.111) by adding section 4aa.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 4AA. (1) SUBJECT TO SUBSECTION (2), THE TAX UNDER THIS
2 ACT DOES NOT APPLY TO THE STORAGE, USE, OR CONSUMPTION OF TANGIBLE
3 PERSONAL PROPERTY SOLD TO A TAXPAYER FOR USE AS OR AT MINERAL-
4 PRODUCING PROPERTY.

5 (2) THE PROPERTY UNDER SUBSECTION (1) IS EXEMPT ONLY TO THE
6 EXTENT THAT THE PROPERTY IS USED FOR THE EXEMPT PURPOSES STATED IN
7 THIS SECTION. THE EXEMPTION IS LIMITED TO THE PERCENTAGE OF EXEMPT
8 USE TO TOTAL USE DETERMINED BY A REASONABLE FORMULA OR METHOD
9 APPROVED BY THE DEPARTMENT.

1 (3) AS USED IN THIS SECTION, "MINERAL-PRODUCING PROPERTY" AND
2 "TAXPAYER" MEAN THOSE TERMS AS DEFINED IN SECTION 2 OF THE
3 NONFERROUS METALLIC MINERALS EXTRACTION SEVERANCE TAX ACT.

4 Enacting section 1. This amendatory act does not take effect
5 unless House Bill No. 6008 of the 96th Legislature is enacted into
6 law.