

SENATE SUBSTITUTE FOR  
HOUSE BILL NO. 6010

A bill to amend 1933 PA 167, entitled  
"General sales tax act,"  
(MCL 205.51 to 205.78) by adding section 4dd.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1           SEC. 4DD. (1) SUBJECT TO SUBSECTION (2), A PERSON SUBJECT TO  
2 THE TAX UNDER THIS ACT MAY EXCLUDE FROM THE GROSS PROCEEDS USED FOR  
3 THE COMPUTATION OF THE TAX THE SALE OF TANGIBLE PERSONAL PROPERTY  
4 TO A TAXPAYER FOR USE AS OR AT MINERAL-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.

10           (3) AS USED IN THIS SECTION, "MINERAL-PRODUCING PROPERTY" AND

1 "TAXPAYER" MEAN THOSE TERMS AS DEFINED IN SECTION 2 OF THE  
2 NONFERROUS METALLIC MINERALS EXTRACTION SEVERANCE TAX ACT.

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