

# HOUSE BILL No. 6011

November 8, 2012, Introduced by Rep. Huuki and referred to the Committee on Tax Policy.

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 QUALIFIED TAXPAYER FOR USE AT A  
4 PRODUCING MINE.

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:

1           (A) "PRODUCING MINE" AND "TAXPAYER" MEAN THOSE TERMS AS  
2   DEFINED IN SECTION 2 OF THE NONFERROUS METALLIC MINERALS EXTRACTION  
3   SEVERANCE TAX ACT.

4           (B) "QUALIFIED TAXPAYER" MEANS A TAXPAYER THAT PURCHASES  
5   TANGIBLE PERSONAL PROPERTY FOR USE AT A PRODUCING MINE.

6           Enacting section 1. This amendatory act does not take effect  
7   unless Senate Bill No. \_\_\_\_ or House Bill No. 6008 (request no.  
8   02659'11 \*\*\*) of the 96th Legislature is enacted into law.