

HOUSE BILL NO. 6196

September 10, 2020, Introduced by Rep. Sheppard and referred to the Committee on Tax Policy.

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

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 **Sec. 4gg. (1) Beginning January 1, 2021, the sale of a fully**
2 **automated consumer goods handling system or system parts to a**
3 **wholesaler for fulfillment of orders to persons engaged in the**
4 **business of making sales at retail of consumer goods is exempt from**
5 **the tax under this act.**



1 (2) As used in this section:

2 (a) "Consumer goods" means finished goods for use primarily
3 for personal, family, or household purposes.

4 (b) "Fully automated consumer goods handling system" means a
5 fully automated, integrated goods handling system that separates,
6 sorts, temporarily stores, recombines, and assembles palletized
7 units of consumer goods and that occupies not less than 190,000
8 square feet of space in a facility owned, leased, or used by a
9 wholesaler.

10 (c) "System parts" means supply chain optimization machinery,
11 equipment, repair parts, and computer software that are component
12 parts of a fully automated consumer goods handling system.

13 (d) "Wholesaler" means a person that purchases consumer goods
14 from a manufacturer, producer, or other supplier and sells those
15 consumer goods to another person for sale at retail.

