



# SENATE BILL No. 1193

Introduced by Senators HOFFMAN, GOUGEON, WELBORN, STEIL and  
DUNASKISS and referred to the Committee on Finance

A bill to amend Act No 167 of the Public Acts of 1933,  
entitled as amended  
"General sales tax act,"  
as amended, being sections 205 51 to 205 78 of the Michigan  
Compiled Laws, by adding section 17a

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT

1 Section 1 Act No 167 of the Public Acts of 1933, as  
2 amended, being sections 205 51 to 205 78 of the Michigan Compiled  
3 Laws, is amended by adding section 17a to read as follows

4 SEC 17A (1) IF A SALE TO A TRANSFEREE IS EXEMPT FROM THE  
5 TAX UNDER THIS ACT, A TRANSFEREE MAY ISSUE A BLANKET EXEMPTION  
6 CERTIFICATE TO THE TRANSFEROR AND THE DEPARTMENT SHALL NOT ASSESS  
7 THE TRANSFEROR FOR THE AMOUNT OF THE TAX DUE

8 (2) FOR SALES EXEMPT FROM TAX UNDER THIS ACT, THE DEPARTMENT  
9 SHALL ALLOW THE TRANSFEREE TO ISSUE A BLANKET EXEMPTION

1 CERTIFICATE TO COVER ALL EXEMPT TRANSFERS BETWEEN THE TRANSFEROR  
2 AND TRANSFEREE OVER A PERIOD OF NOT LESS THAN 5 YEARS AS STATED  
3 ON THE CERTIFICATE

4 (3) THE DEPARTMENT MAY PROMULGATE RULES TO IMPLEMENT THIS  
5 SECTION PURSUANT TO THE ADMINISTRATIVE PROCEDURES ACT OF 1969,  
6 ACT NO 306 OF THE PUBLIC ACTS OF 1969, BEING SECTIONS 24 201 TO  
7 24 328 OF THE MICHIGAN COMPILED LAWS