

HOUSE BILL No. 5603

January 9, 2008, Introduced by Rep. Sak and referred to the Committee on Tax Policy.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
(MCL 206.1 to 206.532) by adding section 254.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 254. (1) FOR TAX YEARS THAT BEGIN AFTER DECEMBER 31,
2 2006, A TAXPAYER MAY CLAIM A CREDIT AGAINST THE TAX IMPOSED BY THIS
3 ACT EQUAL TO THE COST OF A HYBRID VEHICLE PURCHASED BY THE TAXPAYER
4 IN THE TAX YEAR OR \$1,000.00, WHICHEVER IS LESS.

5 (2) IF THE AMOUNT OF THE CREDIT ALLOWED UNDER THIS SECTION
6 EXCEEDS THE TAX LIABILITY OF THE TAXPAYER FOR THE TAX YEAR, THAT
7 PORTION OF THE CREDIT THAT EXCEEDS THE TAX LIABILITY SHALL BE
8 REFUNDED.

9 (3) AS USED IN THIS SECTION, "HYBRID VEHICLE" MEANS A MOTOR

1 VEHICLE POWERED BY AN INTEGRATED PROPULSION SYSTEM CONSISTING OF AN
2 ELECTRIC MOTOR AND COMBUSTION ENGINE. HYBRID VEHICLE DOES NOT
3 INCLUDE A RETROFITTED CONVENTIONAL DIESEL OR GASOLINE ENGINE. A
4 HYBRID VEHICLE OBTAINS THE POWER NECESSARY TO PROPEL THE MOTOR
5 VEHICLE FROM A COMBUSTION ENGINE AND 1 OF THE FOLLOWING:

- 6 (A) A BATTERY CELL ENERGY SYSTEM.
- 7 (B) A FUEL CELL ENERGY SYSTEM.
- 8 (C) A PHOTOVOLTAIC ENERGY SYSTEM.