

SENATE BILL No. 792

September 19, 2007, Introduced by Senators KAHN, VAN WOERKOM, KUIPERS, CROPSEY, RICHARDVILLE, GARCIA, JANSEN, STAMAS, ALLEN, HARDIMAN, BIRKHOLZ, BROWN, GILBERT, PAPPAGEORGE, SANBORN and BISHOP and referred to the Committee on Finance.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
by amending section 30d (MCL 206.30d), as amended by 2000 PA 42.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 30d. (1) The amendatory act that added this section shall
2 be known as the "child care act of 1997".

3 (2) For the 1998 tax year and for tax years that begin in
4 1999, taxable income for purposes of this act equals taxable income
5 as determined under section 30 from which a taxpayer may deduct the
6 following amounts:

7 (a) An amount equal to \$600.00 multiplied by the number of
8 exemptions claimed by the taxpayer under section 30(2) in the tax
9 year for dependents of the taxpayer who are children younger than 7

1 years of age on the last day of the tax year.

2 (b) An amount equal to \$300.00 multiplied by the number of
3 exemptions claimed by the taxpayer under section 30(2) in the tax
4 year for dependents of the taxpayer who are children and who are at
5 least 7 years of age and younger than 13 years of age on the last
6 day of the tax year.

7 (3) For tax years that begin after 1999 **AND BEFORE JANUARY 1,**
8 **2008,** taxable income for purposes of this act equals taxable income
9 as determined under section 30 from which a taxpayer may deduct an
10 amount equal to \$600.00 multiplied by the number of exemptions
11 claimed by the taxpayer under section 30(2) in the tax year for
12 dependents of the taxpayer who are children younger than 19 years
13 of age on the last day of the tax year.

14 **(4) FOR TAX YEARS THAT BEGIN ON AND AFTER JANUARY 1, 2008,**
15 **TAXABLE INCOME FOR PURPOSES OF THIS ACT EQUALS TAXABLE INCOME AS**
16 **DETERMINED UNDER SECTION 30 FROM WHICH A TAXPAYER MAY DEDUCT AN**
17 **AMOUNT EQUAL TO \$700.00 MULTIPLIED BY THE NUMBER OF EXEMPTIONS**
18 **CLAIMED BY THE TAXPAYER UNDER SECTION 30(2) IN THE TAX YEAR FOR**
19 **DEPENDENTS OF THE TAXPAYER WHO ARE CHILDREN YOUNGER THAN 19 YEARS**
20 **OF AGE ON THE LAST DAY OF THE TAX YEAR.**