

SENATE BILL NO. 852

May 01, 2024, Introduced by Senator BELLINO and referred to the Committee on Appropriations.

A bill to amend 1967 PA 281, entitled
"Income tax act of 1967,"
by amending section 695 (MCL 206.695), as amended by 2023 PA 4.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 695. (1) Except as otherwise provided under this section,
2 the revenue collected under this part shall be distributed to the
3 general fund. ~~If the amendatory act that added section 51h takes~~
4 ~~effect before April 18, 2023, then for the 2021-2022 state fiscal~~
5 ~~year only, from the tax levied under this part, \$800,000,000.00 of~~

~~1 the revenue collected is appropriated and must be deposited into
2 the state treasury to the credit of the Michigan taxpayer rebate
3 fund created in section 51h, and the balance of the revenue
4 collected under this part for that state fiscal year shall be
5 deposited to the general fund.~~

6 (2) Beginning with the 2022-2023 state fiscal year through the
7 2024-2025 state fiscal year, from the tax levied under this part,
8 the revenue collected under this part shall be deposited in the
9 following manner:

10 (a) Up to \$1,200,000,000.00 to the general fund.

11 (b) After the deposit under subdivision (a), up to
12 \$50,000,000.00, if available, to the Michigan housing and community
13 development fund created in section 58a of the state housing
14 development authority act of 1966, 1966 PA 346, MCL 125.1458a.

15 (c) After the deposits under subdivisions (a) and (b), up to
16 \$50,000,000.00, if available, to the revitalization and placemaking
17 fund created in section 696.

18 (d) After the deposits under subdivisions (a), (b), and (c),
19 up to \$500,000,000.00, if available, **as follows:**

20 **(i) For the 2022-2023 state fiscal year only,** to the strategic
21 outreach and attraction reserve fund created in section 4 of the
22 Michigan trust fund act, 2000 PA 489, MCL 12.254.

23 **(ii) Beginning with the 2023-2024 state fiscal year, to the**
24 **bridge repair fund created in section 11k of 1951 PA 51, MCL**
25 **247.661k.**

26 (e) The balance of any revenue collected under this part after
27 the deposits under subdivisions (a), (b), (c), and (d), to the
28 general fund.

29 (3) Beginning with the 2025-2026 state fiscal year, from the

1 tax levied under this part, ~~\$50,000,000.00~~ of the revenue collected
2 under this part shall be deposited **in the following manner:**

3 **(a) \$50,000,000.00** to the Michigan housing and community
4 development fund created in section 58a of the state housing
5 development authority act of 1966, 1966 PA 346, MCL 125.1458a. ~~7~~
6 ~~and the~~

7 **(b) After the deposit under subdivision (a), up to**
8 **\$500,000,000.00 to the bridge repair fund created in section 11k of**
9 **1951 PA 51, MCL 247.661k.**

10 **(c) The** balance of the revenue collected under this part ~~for~~
11 ~~that state fiscal year shall be deposited~~ **after the deposits under**
12 **subdivisions (a) and (b),** to the general fund.

13 Enacting section 1. This amendatory act does not take effect
14 unless Senate Bill No. 853 of the 102nd Legislature is enacted into
15 law.