



HOUSE BILL No. 5990

July 3, 1996, Introduced by Reps. Dobb, Middaugh, Profit, Goschka, Whyman, Green, Kukuk, Law, Munsell, Hammerstrom, Perricone, Brackenridge, Gernaat, Rhead, Bodem, Jaye, Llewellyn and Wetters and referred to the Committee on Tax Policy.

A bill to amend section 22a of Act No. 228 of the Public Acts of 1975, entitled "Single business tax act," as amended by Act No. 77 of the Public Acts of 1995, being section 208.22a of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 22a of Act No. 228 of the Public Acts of
2 1975, as amended by Act No. 77 of the Public Acts of 1995, being
3 section 208.22a of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 22a. From August 3, 1987 to September 30, 1987, for
6 the tax year beginning October 1, 1987 and ending September 30,
7 1988, and each tax year thereafter, the tax base and adjusted tax
8 base of an insurance company is the product of .25 times the
9 insurance company's ~~gross receipts~~ GROSS RENTAL AND LEASE

1 RECEIPTS AND GROSS DIRECT PREMIUMS RECEIVED FOR INSURANCE ON
2 PROPERTY OR RISK LESS PREMIUMS ON POLICIES NOT TAKEN AND RETURNED
3 PREMIUMS ON CANCELED POLICIES as apportioned under section 62,
4 excluding receipts on the sale of annuities and receipts on all
5 reinsurance transactions. The tax base and adjusted tax base
6 calculated under this section shall not be adjusted under section
7 23. The tax calculated thereon shall be in lieu of all other
8 privilege or franchise fees or taxes imposed by another law of
9 the state, except taxes on real and personal property and except
10 as otherwise provided in this act and in the insurance code of
11 1956, Act No. 218 of the Public Acts of 1956, being sections
12 500.100 to 500.8302 of the Michigan Compiled Laws.

13 Section 2. Section 22a of Act No. 228 of the Public Acts of
14 1975, being section 208.22a of the Michigan Compiled Laws, as
15 amended by this amendatory act, is retroactive and effective
16 beginning August 3, 1987.