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SBT: GROSS RECEIPTS DEDUCTION

House Bill 5787

Sponsor: Rep. Kirk A. Profit

Committee: Tax Policy

Complete to 5-18-98

A SUMMARY OF HOUSE BILL 5787 AS INTRODUCED 4-28-98

The bill would amend the Single Business Tax Act to allow taxpayers, beginning with tax years after December 31, 1998, to deduct from their SBT tax base \$250,000 and an additional amount calculated as follows: 90 percent of gross receipts over \$250,000 but less than \$261,000; 80 percent of gross receipts between \$261,000 and \$272,000; 70 percent of gross receipts between \$272,000 and \$283,000; 60 percent of gross receipts between \$283,000 and \$294,000; 50 percent of gross receipts between \$294,000 and \$305,000; 40 percent of gross receipts between \$305,000 and \$316,000; 30 percent of gross receipts between \$316,000 and \$327,000; 20 percent of gross receipts between \$327,000 and \$338,000; and 10 percent of gross receipts of at least \$338,000 and less than or equal to \$350,000.

(Firms below the gross receipts threshold of \$250,000 are not subject to the single business tax and need not file a return.)

MCL 208.9

House Bill 5787 (5-18-98)

Analyst: C. Couch

■ This analysis was prepared by nonpartisan House staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.