
Senate Fiscal Agency
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SFA



BILL ANALYSIS

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House Bill 4743 (Substitute H-1 as reported without amendment)
Sponsor: Representative Kirk Profit
House Committee: Tax Policy
Senate Committee: Finance

CONTENT

The bill would amend the Use Tax Act to exempt from the use tax tangible personal property purchased by a person engaged in the business of constructing, altering, repairing, or improving real estate for others, if the property were to be affixed to or made a structural part of real estate owned or occupied by a regularly organized church or house of religious worship. At the time of the transfer of property for which an exemption was claimed, the transferee would have to sign an affidavit, in a form approved by the Department of Treasury, attesting to the fact that the property was to be affixed to or made a structural part of real estate owned or occupied by a church or house of religious worship.

The bill is tie-barred to House Bill 4163, which would amend the Sales Tax Act.

Proposed MCL 205.94m

Legislative Analyst: G. Towne

FISCAL IMPACT

Based on data from the U.S. Bureau of the Census, the estimated loss in use tax collections would be on average \$1 million per year.

Date Completed: 5-13-98

Fiscal Analyst: R. Ross