

# HOUSE BILL No. 5960

June 1, 2004, Introduced by Reps. Murphy, Huizenga, Nitz, Vander Veen, Tobocman, Sak, Richardville and Kooiman and referred to the Committee on Tax Policy.

A bill to amend 1937 PA 94, entitled  
"Use tax act,"  
(MCL 205.91 to 205.111) by adding section 4y.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 4y. (1) The tax levied under this act does not apply  
2 to sales of tangible personal property to a person who is a  
3 motion picture production company if all of the following apply:

4       (a) The motion picture production company has spent  
5 \$250,000.00 or more in this state in the immediately preceding  
6 12-month period for purposes related to the filming or production  
7 of 1 or more motion pictures.

8       (b) The tangible personal property is purchased by the motion  
9 picture production company for purposes related to the filming or  
10 production of a motion picture.

11       (2) As used in this section:

1           (a) "Motion picture" means a nationally distributed feature  
2 length film, video, television series, or commercial made in this  
3 state, in whole or in part, for theatrical or television viewing  
4 or as a television pilot. Motion picture does not include the  
5 production of television coverage of news or sporting events.

6           (b) "Motion picture production company" means a company in  
7 the business of producing nationally distributed motion  
8 pictures. However, motion picture production company does not  
9 include a company owned, affiliated, or controlled, in whole or  
10 in part, by a company or individual that is in default on a loan  
11 made by the state or a loan guaranteed by the state.