

SENATE BILL NO. 523

September 26, 2023, Introduced by Senators ALBERT, BELLINO, LINDSEY and THEIS and referred to the Committee on Economic and Community Development.

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, as~~
4 **added by 2023 PA 4**, takes effect before April 18, 2023, then for
5 the 2021-2022 state fiscal year only, from the tax levied under

1 this part, \$800,000,000.00 of the revenue collected is appropriated
 2 and must be deposited into the state treasury to the credit of the
 3 Michigan taxpayer rebate fund created in section 51h, and the
 4 balance of the revenue collected under this part for that state
 5 fiscal year shall be 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, to the strategic outreach and~~
 20 ~~attraction reserve fund created in section 4 of the Michigan trust~~
 21 ~~fund act, 2000 PA 489, MCL 12.254.~~

22 **(d)** ~~(e)~~The balance of any revenue collected under this part
 23 after the deposits under subdivisions (a), (b), **and** (c), ~~and (d),~~
 24 to the general fund.

25 (3) Beginning with the 2025-2026 state fiscal year, from the
 26 tax levied under this part, \$50,000,000.00 of the revenue collected
 27 under this part shall be deposited to the Michigan housing and
 28 community development fund created in section 58a of the state
 29 housing development authority act of 1966, 1966 PA 346, MCL

1 125.1458a, and the balance of the revenue collected under this part
2 for that state fiscal year shall be deposited to the general fund.

3 Enacting section 1. This amendatory act does not take effect
4 unless Senate Bill No. 524 of the 102nd Legislature is enacted into
5 law.