



# Legislative Update

Michigan Movers Association

## MBT Revision and Repeal Initiative



Michigan's Capitol Dome



Speaker of the House Andy Dillon



Senate Majority Leader Mike Bishop

**HB 5940 & 5941:** Revises the regulations that a business whose fiscal year is divided between two calendar years must follow in calculating its Michigan Business Tax liability in the first year of that tax (Rep. Angerer)

**SB 1242:** Phase out over three years the 21.99 % Michigan Business Tax surcharge imposed on businesses as part of a \$1.4 billion tax hike passed in 2007 to avoid government spending reductions. The surtax would be eliminated in 2011 (Sen. Jansen)

**SB 1230:** Requires that the 21.99 % Michigan Business Tax surcharge imposed on businesses in 2007 to avoid government spending reductions be lowered if the amount it takes from Michigan business exceeds the amount projected by more than \$100 million for two years in a row. The reduction would be the amount estimated to reduce the average amount of excess revenue during those two years to the amount originally projected (Sen. Gilbert)

**SB 1198:** Increase the maximum earnings cap and executive compensation cap that limit certain a firm's eligibility for the lower Michigan Business Tax small business rate, extend an MBT "entrepreneurial tax credit" beyond 2010, and increase the value of that credit (Sen. Cassis)

**HB 5835:** lower the gross receipts threshold at which a small business Michigan Business Tax credit begins to phase out. The current threshold is \$19 million in gross receipts, and the bill would lower this to \$18 million (Rep. Bieda)

Visit the web address below to contact all of your elected officials regarding these bills or to address any other concerns.

[www.mimovers.org](http://www.mimovers.org)

As always, please contact MMA's Vanessa Crocetto with any questions or concerns at (517)327-9207 or [vanessac@eurich.com](mailto:vanessac@eurich.com)