

SUBSTITUTE FOR
HOUSE BILL NO. 5457

A bill to amend 2007 PA 36, entitled
"Michigan business tax act,"
by amending section 237 (MCL 208.1237).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 237. (1) ~~An~~ **EXCEPT AS OTHERWISE PROVIDED UNDER SUBSECTION**
2 **(3), AN** insurance company may claim a credit against the tax
3 imposed under this chapter in the following amounts:

4 (a) Amounts paid to the Michigan worker's compensation
5 placement facility pursuant to chapter 23 of the insurance code of
6 1956, 1956 PA 218, MCL 500.2301 to 500.2352.

7 (b) Amounts paid to the Michigan basic property insurance
8 association pursuant to chapter 29 of the insurance code of 1956,
9 1956 PA 218, MCL 500.2901 to 500.2954.

10 (c) Amounts paid to the Michigan automobile insurance
11 placement facility pursuant to chapter 33 of the insurance code of

House Bill No. 5457 as amended June 8, 2016

1 1956, 1956 PA 218, MCL 500.3301 to 500.3390.

2 (d) Amounts paid to the property and casualty guaranty
3 association pursuant to chapter 79 of the insurance code of 1956,
4 1956 PA 218, MCL 500.7901 to 500.7949.

5 (e) Amounts paid to the Michigan life and health **INSURANCE**
6 guaranty association pursuant to chapter 77 of the insurance code
7 of 1956, 1956 PA 218, MCL 500.7701 to 500.7780.

8 (2) The assessments of an insurance company from the
9 immediately preceding tax year shall be used in calculating the
10 credits allowed under this section for each tax year.

11 (3) **<<FOR THE 2016 TAX YEAR ONLY, AN INSURANCE COMPANY SHALL ONLY
INCLUDE IN THE CALCULATION OF A CREDIT UNDER THIS SECTION 35% OF THE
AMOUNTS PAID TO THE MICHIGAN AUTOMOBILE INSURANCE PLACEMENT FACILITY
THAT ARE ATTRIBUTABLE TO THE ASSIGNED CLAIMS PLAN APPROVED UNDER
CHAPTER 31 OF THE INSURANCE CODE OF 1956, 1956 PA 218, MCL 500.3101 TO
500.3179.>>FOR TAX YEARS BEGINNING ON AND AFTER JANUARY 1, <<2017>>, AN**
12 **INSURANCE COMPANY SHALL NOT INCLUDE IN THE CALCULATION OF A CREDIT**
13 **UNDER THIS SECTION AMOUNTS PAID TO THE MICHIGAN AUTOMOBILE**
14 **INSURANCE PLACEMENT FACILITY THAT ARE ATTRIBUTABLE TO THE ASSIGNED**
15 **CLAIMS PLAN APPROVED UNDER CHAPTER 31 OF THE INSURANCE CODE OF**
16 **1956, 1956 PA 218, MCL 500.3101 TO 500.3179.**