

---

Senate Fiscal Agency  
P. O. Box 30036  
Lansing, Michigan 48909-7536

**SFA****BILL ANALYSIS**

Telephone: (517) 373-5383  
Fax: (517) 373-1986  
TDD: (517) 373-0543

---

Senate Bill 2 (as reported without amendment)  
Sponsor: Senator Bev Hammerstrom  
Committee: Finance

### **CONTENT**

The bill would amend the Income Tax Act to provide that the income tax rate would be 4.2% in 2001.

The bill, together with Senate Bills 1, 3, 4, and 5, would reduce the State income tax from the current rate of 4.4% to 3.9% over a five-year period ending in 2004. After 2004, the rate would remain 3.9%.

Proposed MCL 206.51c

Legislative Analyst: G. Towne

### **FISCAL IMPACT**

Please see **FISCAL IMPACT** on Senate Bill 1.

Date Completed: 1-28-99

Fiscal Analyst: J. Wortley