

SENATE BILL No. 424

April 29, 2003, Introduced by Senator EMERSON and referred to the Committee on Finance.

A bill to amend 1967 PA 281, entitled
 "Income tax act of 1967,"
 by amending section 4 (MCL 206.4).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 4. (1) "Board" means the state board of tax appeals.

2 (2) "Business income" means **all** income arising from
 3 transactions, activities, and sources in the regular course of
 4 the taxpayer's trade or business and includes, **but is not limited**
 5 **to all of the following:**

6 (a) **All** income from tangible and intangible property if the
 7 acquisition, rental, management, ~~and~~ **or** disposition of the
 8 property constitutes integral parts of the taxpayer's regular
 9 trade or business operations.

10 (b) **Gains or losses from stock and securities of any foreign**
 11 **or domestic corporation and dividend and interest income.**

1 (c) Income derived from isolated sales, leases, assignment,
2 licenses, divisions, or other infrequently occurring
3 dispositions, transfers, or transactions involving property if
4 the property is or was used in the taxpayer's trade or business
5 operation.

6 (d) Income derived from the sale, liquidation, or winding up
7 of a business.

8 Enacting section 1. This amendatory act is curative and
9 intended to clarify the original intent of the legislature with
10 respect to, and prevent any misinterpretation of, the term
11 regular as used in the definition of business income.