

Income/Franchise:

Michigan: New Law Creates Research and Development Corporate Income Tax Credit

H.B. 5100, signed by gov. 1/13/25; *H.B. 5101*, signed by gov. 1/13/25. Applicable for tax years beginning on and after January 1, 2025, recently signed legislation establishes a research and development (R&D) corporate income tax credit and withholding tax credit for certain authorized businesses under Michigan's Income Tax Act. Other companion Michigan bills enacted in 2024 [see *H.B. 4368*, *H.B. 5099*, and *H.B. 5102*, signed by gov. 7/23/24, for details on these other bills] provide various underlying definitions clarifying the new R&D tax credit and related annual reporting requirements.

URL: <https://www.legislature.mi.gov/Bills/Bill?ObjectName=2023-HB-5100>

URL: <https://www.legislature.mi.gov/Bills/Bill?ObjectName=2023-HB-5101>

URL: <https://www.legislature.mi.gov/Bills/Bill?ObjectName=2023-HB-4368>

URL: <https://www.legislature.mi.gov/Bills/Bill?ObjectName=2023-HB-5099>

URL: <https://www.legislature.mi.gov/Bills/Bill?ObjectName=2023-HB-5102>

See forthcoming Multistate Tax Alert for more details on the new Michigan R&D credits, and please contact us with any questions in the meantime.

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