

# SENATE BILL No. 488

May 17, 2001, Introduced by Senator BULLARD and referred to the Committee on Finance.

A bill to amend 1945 PA 327, entitled "Aeronautics code of the state of Michigan," by amending section 203 (MCL 259.203), as amended by 2000 PA 404.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 203. (1) There is hereby imposed a privilege tax of 3  
2 cents per gallon on all fuel sold or used in producing or gener-  
3 ating power for propelling aircraft using the aeronautical facil-  
4 ities on the lands and waters of this state. The tax shall be  
5 collected and remitted in the same manner and method and at the  
6 same time as prescribed by law for the collection of the gasoline  
7 tax imposed on all gasoline used in producing or generating power  
8 for propelling motor vehicles used upon the public highways of  
9 this state under the motor fuel tax act. A refund of 1 1/2 cents  
10 per gallon shall be made to airline operators who show proof

SENATE BILL No. 488

1 within 6 months after purchase that they are operating interstate  
2 on scheduled operations AND TO AIR CARRIERS. AS USED IN THIS  
3 SUBSECTION, "AIR CARRIERS" MEANS ENTITIES ENGAGED IN THE COMMER-  
4 CIAL TRANSPORT FOR HIRE OF CARGO OR PASSENGERS OR A COMBINATION  
5 OF CARGO AND PASSENGERS.

6 (2) If a person required to register with the department of  
7 treasury under section 94 of the motor fuel tax act is not regis-  
8 tered, the person shall not purchase fuel under this act at the  
9 rate imposed by subsection (1), but shall pay the applicable rate  
10 imposed on motor fuel by section 8 of the motor fuel tax act.