

**SUBSTITUTE FOR  
SENATE BILL NO. 418**

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 2008 PA 25.

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

1           Sec. 203. (1) ~~There is hereby imposed a~~ **A** privilege tax **AT THE**  
2 **RATE** of 3 cents per gallon **IS IMPOSED** on all fuel sold or used in  
3 producing or generating power for propelling aircraft using the  
4 aeronautical facilities on the lands and waters of this state. The  
5 tax ~~shall~~ **MUST** be collected and remitted in the same manner and  
6 method and at the same time as prescribed by law for the collection  
7 of the gasoline tax imposed on all gasoline used in producing or  
8 generating power for propelling motor vehicles used ~~upon~~ **ON** the  
9 public highways of this state under the motor fuel tax act, 2000 PA  
10 403, MCL 207.1001 to 207.1170. ~~A~~ **FOR THE TAX IMPOSED UNDER THIS**

1 **SUBSECTION, A** refund of 1-1/2 cents per gallon ~~shall~~**MUST** be made  
2 to airline operators who show proof within 6 months after purchase  
3 that they are operating interstate on scheduled operations.

4 (2) If a person required to register with the department of  
5 treasury under section 94 of the motor fuel tax act, 2000 PA 403,  
6 MCL 207.1094, is not registered, the person shall not purchase fuel  
7 under this act at the rate imposed by subsection (1), but shall pay  
8 the applicable rate imposed on motor fuel by section 8 of the motor  
9 fuel tax act, 2000 PA 403, MCL 207.1008.

10 (3) The tax imposed under subsection (1) is not imposed on  
11 aviation fuel if the purchaser has certified in writing to the  
12 seller that the aviation fuel is being purchased solely for the  
13 purpose of formulating leaded racing fuel as that term is defined  
14 in section 4 of the motor fuel tax act, 2000 PA 403, MCL 207.1004.  
15 Aviation fuel qualifying under this subsection ~~shall~~**MUST** be  
16 identified on shipping papers and invoices as "aviation fuel exempt  
17 for LRF".

18 Enacting section 1. This amendatory act takes effect 90 days  
19 after the date it is enacted into law.

20 Enacting section 2. This amendatory act does not take effect  
21 unless all of the following bills of the 98th Legislature are  
22 enacted into law:

23 (a) Senate Bill No. 425.

24 (b) Senate Bill No. 426.

25 (c) Senate Bill No. 612.

26 (d) Senate Bill No. 613.

27 (e) Senate Bill No. 614.