

HOUSE SUBSTITUTE FOR
SENATE BILL NO. 1195

A bill to amend 1937 PA 94, entitled
"Use tax act,"
by amending section 21 (MCL 205.111), as amended by 1994 PA 34.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 21. (1) Except as provided in ~~subsection (2)~~ THIS
2 SECTION, all money received and collected under the provisions of
3 this act shall be deposited by the department of treasury ~~,~~ in
4 the state treasury to the credit of the general fund, to be dis-
5 bursed only by appropriations by the legislature.
6 (2) The collections from the use tax imposed at the addi-
7 tional rate of 2% approved by the electors March 15, 1994 shall
8 be deposited in the state school aid fund established in
9 section 11 of article IX of the state constitution of 1963.
10 (3) IN EACH FISCAL YEAR FOLLOWING THE 1999-2000 FISCAL YEAR,
11 25% OF THE COLLECTIONS OF THE TAX IMPOSED AT A RATE OF 4% UNDER

SB1195, As Passed House, June 8, 2000

Sub. S.B. 1195 (H-1) as amended June 8, 2000 2

1 THIS ACT DIRECTLY OR INDIRECTLY ON FUELS SOLD TO PROPEL AIRCRAFT,
2 THE SALE OF AIRCRAFT, AIRCRAFT RENTALS, THE SALE OF AIRCRAFT
3 PARTS AND ACCESSORIES, AND ALL SALES AT AIRPORT CONCESSIONS,
4 INCLUDING MOTOR VEHICLE RENTALS LOCATED AT AIRPORTS, SHALL BE
5 DEPOSITED EACH YEAR INTO THE STATE AERONAUTICS FUND CREATED IN
6 SECTION 34 OF THE AERONAUTICS CODE OF THE STATE OF MICHIGAN, 1945
7 PA 327, MCL 259.34, AND SHALL BE USED FOR AIRPORT CAPITAL
8 IMPROVEMENTS PROJECTS. PROVIDED HOWEVER, NO FUNDS COLLECTED FOR
9 CAPITAL IMPROVEMENTS PROJECTS SHALL BE EXPENDED [
10] FOR CHANGES IN THE NATURE OF RUNWAY EXTENSIONS [AT AN
AIRPORT LOCATED WITHIN 15 MILES OF AN AIRPORT THAT SERVICES
4,000,000 OR MORE EMPLANEMENTS ANNUALLY].