



HOUSE BILL No. 5240

October 12, 1995, Introduced by Reps. Nye and Gubow and referred to the Committee on Tax Policy.

A bill to amend section 21 of Act No. 94 of the Public Acts of 1937, entitled as amended

"Use tax act,"

as amended by Act No. 34 of the Public Acts of 1994, being section 205.111 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 21 of Act No. 94 of the Public Acts of
2 1937, as amended by Act No. 34 of the Public Acts of 1994, being
3 section 205.111 of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 21. (1) Except as provided in ~~subsection~~
6 SUBSECTIONS (2) AND (3), THE DEPARTMENT OF TREASURY SHALL DEPOSIT
7 all money received and collected under ~~the provisions of this~~
8 act ~~shall be deposited by the department of treasury,~~ in the

1 state treasury to the credit of the general fund, to be disbursed
2 only by appropriations by the legislature.

3 (2) The collections from the use tax imposed at the addi-
4 tional rate of 2% approved by the electors March 15, 1994 shall
5 be deposited in the state school aid fund established in
6 section 11 of article IX of the state constitution of 1963.

7 (3) FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 1995 AND EACH
8 FISCAL YEAR ENDING AFTER SEPTEMBER 30, 1995, THE USE TAX IMPOSED
9 AT A RATE OF 4% ON THE SALE OF NEW OR USED AIRCRAFT REMAINING
10 AFTER THE ALLOCATIONS AND DISTRIBUTIONS ARE MADE PURSUANT TO SUB-
11 SECTION (2) SHALL BE DEPOSITED EACH YEAR INTO THE STATE AERONAU-
12 TICS FUND CREATED IN SECTION 34 OF THE AERONAUTICS CODE OF THE
13 STATE OF MICHIGAN, ACT NO. 327 OF THE PUBLIC ACTS OF 1945, BEING
14 SECTION 259.34 OF THE MICHIGAN COMPILED LAWS, AND SHALL BE USED
15 FOR AIRPORT CAPITAL IMPROVEMENTS INCLUDING, BUT NOT LIMITED TO,
16 THE FOLLOWING CATEGORIES:

- 17 (A) SAFETY.
18 (B) ENVIRONMENTAL PRESERVATION.
19 (C) INFRASTRUCTURE.
20 (D) ECONOMIC DEVELOPMENT.