



# SENATE BILL No. 1009

May 7, 1996, Introduced by Senator DUNASKISS and referred to the Committee on Technology and Energy.

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

"Use tax act,"

as amended, being sections 205.91 to 205.111 of the Michigan Compiled Laws, by adding section 4o.

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

1 Act No. 94 of the Public Acts of 1937, as amended, being  
2 sections 205.91 to 205.111 of the Michigan Compiled Laws, is  
3 amended by adding section 4o to read as follows:

4 SEC. 4o. (1) THE TAX LEVIED UNDER THIS ACT DOES NOT APPLY  
5 TO THE USE OF A MOTOR VEHICLE PURCHASED FOR LEASE TO ANOTHER  
6 PERSON THAT USES AN ALTERNATIVE FUEL AS ITS PRIMARY FUEL SOURCE.

7 (2) AS USED IN THIS SECTION:

8 (A) "ALTERNATIVE FUEL" MEANS METHANOL, DENATURED ETHANOL,  
9 AND OTHER ALCOHOLS; MIXTURES CONTAINING AT LEAST 70% BY VOLUME OF

1 METHANOL, DENATURED ETHANOL, AND OTHER ALCOHOL WITH GASOLINE OR  
2 OTHER FUELS; NATURAL GAS; LIQUEFIED PETROLEUM GAS; HYDROGEN;  
3 COAL-DERIVED LIQUID FUELS; FUELS, OTHER THAN ALCOHOL, DERIVED  
4 FROM BIOLOGICAL MATERIALS; ELECTRICITY, INCLUDING ELECTRICITY  
5 FROM SOLAR ENERGY; AND ANY OTHER FUEL DESIGNATED AN ALTERNATIVE  
6 FUEL BY THE SECRETARY OF ENERGY UNDER THE PROVISIONS OF  
7 SECTION 301 OF TITLE III OF THE ENERGY POLICY ACT OF 1992, PUBLIC  
8 LAW 102-486, 42 U.S.C. 13211.

9 (B). "MOTOR VEHICLE" MEANS THAT TERM AS DEFINED IN SECTION 33  
10 OF THE MICHIGAN VEHICLE CODE, ACT NO. 300 OF THE PUBLIC ACTS OF  
11 1949, BEING SECTION 257.33 OF THE MICHIGAN COMPILED LAWS.