



HOUSE BILL No. 4911

September 29, 1999, Introduced by Rep. Stallworth and referred to the Committee on Tax Policy.

A bill to amend 1927 PA 150, entitled

"An act to prescribe a privilege tax for the use of the public highways by owners and drivers of motor vehicles by imposing a specific tax upon the sale or use, within the state of Michigan, of motor fuel; to prescribe the manner and the time of paying this tax and the duties of officials and others respecting the payment and collection of this tax; to provide for the licensing of wholesale distributors, certain retail dealers, exporters, and suppliers as defined in this act; to fix a time when this tax and interest and penalties thereon become a lien upon the property of persons, firms, partnerships, associations, or corporations, subject to the payment of this tax; to provide for the enforcement of this lien; to permit the inspection and testing of petroleum products; to provide for certain exemptions and refunds and for the disposition of the proceeds of this tax; and to prescribe penalties for the violation of this act,"

by amending section 2 (MCL 207.102), as amended by 1997 PA 83.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 2. (1) A specific tax at a rate of cents per gallon
- 2 determined under subsection (2) is imposed on all gasoline and
- 3 diesel motor fuel sold or used in producing or generating power
- 4 for propelling motor vehicles used upon the public roads and

1 highways in this state. The tax shall be paid at those times, in
2 the manner, and by those persons specified in this act. It is
3 the intent of this act to impose a tax upon the owners and driv-
4 ers of motor vehicles using an internal combustion type of engine
5 upon the public roads and highways of this state by requiring
6 them to pay for the privilege of using the public roads and high-
7 ways of this state, in addition to the motor vehicle ~~license~~
8 REGISTRATION tax.

9 (2) The tax rate imposed under subsection (1) is as
10 follows:

11 (a) For the tax imposed on gasoline and diesel motor fuel
12 before August 1, 1997, 15 cents.

13 (b) For the tax imposed on gasoline after July 31, 1997,
14 ~~19~~ 18 cents.

15 (c) For the tax imposed on diesel motor fuel after July 31,
16 1997, ~~15~~ 16 cents.

17 (3) The state commissioner of revenue shall notify each sup-
18 plier, wholesale distributor, and each retail dealer of gasoline
19 in this state of the tax rate imposed under subsection (1) imme-
20 diately after the tax rate is determined.