



# Legislative Fiscal Bureau

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Joint Committee on Finance

Paper #301

## Aviation Fuel Petroleum Inspection Fee Allowance (Commerce -- Building and Environmental Regulation; Miscellaneous Appropriations)

### CURRENT LAW

A petroleum inspection fee of 3¢ per gallon is imposed on all petroleum products brought into Wisconsin. Effective October, 1997, purchasers of aviation fuel on which the petroleum inspection fee has been imposed are eligible for reimbursement of 2¢ for each gallon of aviation fuel purchased in excess of one million gallons per month. DOR pays the claims from a sum sufficient appropriation, estimated at \$400,000 annually, from the petroleum inspection fund. The only airline that has filed claims is Midwest Express Airlines.

### GOVERNOR

No provision.

### MODIFICATION TO BASE

Provide \$200,000 SEG annually to increase the aviation fuel petroleum inspection fee allowance appropriation from \$400,000 SEG to \$600,000 SEG.

**Explanation:** Under the provision, Midwest Express has received \$1,767,000 for gallons purchased between October, 1997 and December, 2000. The monthly average was \$48,700 in 1999-00 and is \$50,200 for 2000-01 to date. Current estimates would result in payments from the sum sufficient appropriation of approximately \$600,000 per year instead of the \$400,000 in the bill.

<u>Modification</u>	<u>SEG</u>
<b>2001-03 FUNDING</b> (Change to Base) [Change to Bill]	\$400,000 \$400,000]

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