

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article 56 - Licenses

135.

The following words, terms and phrases in this subtitle are, for the purposes hereof, defined as follows:

(L) "AVIATION GASOLINE" MEANS FUEL USED IN THE PROPULSION OF AIRCRAFT THAT MEETS THE STANDARDS FOR AVIATION GASOLINE AS PRESCRIBED BY THE AMERICAN SOCIETY FOR TESTING AND MATERIALS SPECIFICATION D-910.

(M) "SCHEDULED AIR CARRIER" MEANS:

(1) A CARRIER ENGAGED IN THE COMMON CARRIAGE OF PERSONS OR PROPERTY UNDER THE AUTHORITY OF FEDERAL AVIATION REGULATIONS PART NUMBERS 121, 127, 129; OR

(2) OPERATORS UNDER FEDERAL AVIATION REGULATIONS PART 135 WHO PURCHASE FUEL IN THIS STATE AND CONSUME AT LEAST 70 PERCENT OF THE FUEL PURCHASED IN THIS STATE IN THE COMMON CARRIAGE OF PERSONS OR PROPERTY.

(N) "TURBINE FUEL" MEANS JET FUEL JET A, JET A-1, OR JET B USED IN THE PROPULSION OF TURBINE POWERED AIRCRAFT.

136A.

(A) THE LICENSE TAX PRESCRIBED IN § 136 OF THIS SUBTITLE DOES NOT APPLY TO AVIATION GASOLINE OR TURBINE FUEL.

(B) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, THE LICENSE TAX IN RESPECT TO AVIATION GASOLINE AND TURBINE FUEL IS 4 CENTS PER GALLON.

(2) THE LICENSE TAX DOES NOT APPLY TO AVIATION GASOLINE OR TURBINE FUEL PURCHASED FOR USE BY:

(I) SCHEDULED AIR CARRIERS;

(II) THE STATE OF MARYLAND;

(III) LOCAL GOVERNMENTS OF THIS STATE;

(IV) AGENCIES AND INSTRUMENTALITIES OF THE UNITED STATES GOVERNMENT; OR

(V) FOREIGN GOVERNMENTS.