

PROGRAM 2 – SHARED TAXES, AVIATION FUEL

DEPARTMENT OF REVENUE

I. PROGRAM OBJECTIVES

Payments are made to organized boroughs and incorporated cities which own and operate, or lease and operate an airport facility, less the amount expended by the state in its collection. Funds received by the municipalities may be expended for any public purpose for which the municipality is legally authorized to expend funds specifically for airport purchases per Federal Aviation Administration Guidelines (64 Fed. Reg. 7696, February 16, 1999).

II. PROGRAM PROCEDURES

The Tax Division of the Department of Revenue administers the Shared Taxes Program. Aviation Fuel Taxes are shared annually based on information included on tax returns submitted by the taxpayer to the Department by the fuel dealer and payments received as of June 30. The communities are not required to make application for any of these sharings.

III. COMPLIANCE REQUIREMENTS AND SUGGESTED AUDIT PROCEDURES

There are no special compliance requirements or suggested audit procedures for this program.