

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 706

DATE: March 7, 2011

Version: As introduced

Authors: Hancock and Persell

Subject: Expands the sales tax exemption for aircraft

Analyst: Pat Dalton

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The bill provides a sales tax exemption for the purchase of aircraft and aircraft equipment, including repair and maintenance parts for aircraft with a maximum certified takeoff weight of 6,000 or more. This would exempt all but relatively small planes. Currently the exemption only applies to:

- Certain corporation and partnership transfers;
- Sales to licensed aircraft dealers for resale;
- Airflight equipment and repair and replacement parts used by airlines but excluding airplanes with a gross weight of less than 30,000 pounds that are used intermittently or for non-regularly scheduled flights; and
- airplanes that are delivered outside of the state to the purchaser and the plane will be registered outside of the state.