

BILL SUMMARY
1st Session of the 56th Legislature

Bill No.:	SB 442
Version:	FULLPCS1
Request Number:	7422
Author:	Rep. Brumbaugh
Date:	4/17/2017
Impact:	Anticipated Compliance Improvement

Research Analysis

Please see previous summary of this measure.

Prepared By: Marcia Goff

Fiscal Analysis

The measure provides more specificity as to the use of aircraft related to exemptions to the aircraft excise tax. In particular, the provisions are directed toward the actual use of aircraft for charter activities. With a limited number of airports in the state hosting charter activities, it is anticipated that audit efforts will be manageable and increased compliance with the aircraft excise tax are possible.

The Incentive Evaluation Commission indicated in its November, 2016 report that all exempt sales of aircraft resulted in foregone revenue on excess of \$3.7 million to the state.

Prepared By: Mark Tygret

Other Considerations

None.