

- **STATE TAX CHANGES 2014 - 2015**

- **MN**

- (7/1/13) Maintenance exemption,
 - and sales tax collected from the sale of an aircraft will be deposited in the State Airports Fund
 - (7/1/14) Jet Fuel Tax rate on non-airline fuel purchases will change to 15 cents/gallon, and
 - Aircraft Registration Fees will be adjusted (lower)
 - **ME** – Governor signed LD 279 that extends to aircraft and aircraft maintenance exemption from 6/30/15 to 6/30/33

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- **WA** (1/1/14) Sales of Large aircraft (>41,000 pounds), repairs and services of certain items are exempt from the state sales & use tax.
 - **IL** (1/1/14) Effective this date to qualify for the rolling stock exemption the aircraft must be used > 50% in commercial (135) activity. Prior to this date 33.3% (maintenance)
 - **MS** (7/1/14) Aircraft used predominantly to transport persons or property to offshore oil or natural gas, exploration or production platforms are exempt from sales tax.

- **STATE TAX CHANGES 2014 - 2015**

- **KS** (7/1/14) amateur built aircraft used exclusively for recreational and display purposes are exempt from property tax
 - **GA** (7/1/14) the sunset provision concerning aircraft maintenance was removed and the exemption was made permanent.
 - **MO** (7/1/14) – expiration date of 1/1/2015 was removed from the provision regarding sales & use tax on maintenance.



- **STATE TAX CHANGES 2014 - 2015**

- **NM (7/1/14)**

- a gross receipts deduction is provided for receipts from selling aircraft parts or maintenance services for aircraft or aircraft parts.
 - a gross receipts tax deduction for the sale of a commercial or military carrier over 10,000 pounds gross landing weight.



- **STATE TAX CHANGES 2014 - 2015**

- **WI (7/1/14)**

- parts used to modify or repair aircraft are exempt from Wisconsin sales and use tax.
 - charges for the repair, service, alteration, fitting, cleaning, painting, coating, towing, inspection, and maintenance of any aircraft or any aircraft parts are not subject to sales tax.

- **STATE TAX CHANGES 2014 – 2015**

- **PASSED**

- **IA (3/1/15)**
 - Jet fuel tax increased from 3 cents to 5 cents per gallon
 - **AR (4/8/15)**
 - New fly away rule, however, the seller cannot be a resident of AR.
 - Changed definition of commercial aircraft from more than 12,500 lbs, to 12,500 and more
 - **NY (9/1/15)**
 - All sales and leases of aircraft will be exempt from sales & use taxes.
 - **WA (5/3/15)**
 - Provides for specific language designed to disregard the sale-for-resale exemption for certain transactions that the legislature previously identified as “unfair tax avoidance”. (to apply retroactively thru 2011)



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- **SC (1/1/2016)**

- Parts and supplies used by persons engaged in the business of repairing and recondition aircraft. This does not apply to equipment or parts that do not become a part of the aircraft.

- **NV (6/8/15)**

- Will expand tax abatements on aircraft brought in for maintenance thru 2035

- **TN**

- 7/1/15 New S&U tax exemptions on Large Aircraft 12,500 or more relative to parts & labor
 - 1/1/16 relating to fly away exemption, non-residents will now have 30 days to remove aircraft instead of 15 days



- **STATE TAX CHANGES 2014-2015**

- **Legislation Introduced but still pending**

- **IL SB1280**, 3rd reading
 - Would change fuel tax from a state sales tax to an excise tax and extend current maintenance exemption
 - **TX SB1396** sent to Governor 5/26/15 **Signed by Gov on 6/16**
 - Relating to sales & use taxes on aircraft
 - **MO SB377** was added to HB 517 and was sent to Governor 5/27/15
 - Would create a fly away exemption
 - **OR HB2075**, recommended do pass 5/28/15
 - Would increase fuel taxes
 - **NE – Legislation signed by Gov providing for a limited personal property exemption.**



- **STATE TAX CHANGES 2014-2015**

- **Texas**

- **New Chapter 163 “Sales & Use Taxation of Aircraft”**
 - Clarifies that the sale or lease of an aircraft to a certificated carrier is exempt from sales/use tax
 - Provides clarification on sales for resale to related and unrelated parties
 - Provides that if aircraft is used predominantly (>50%) for the first year, then bringing the aircraft into Texas will not trigger the sales/use tax in Texas
 - Clarifies that Aircraft brought into Texas for repair, remodel & restoration are not brought in the state for storage or use,
 - Other