

**HOUSE SUBSTITUTE FOR
SENATE BILL NO. 627**

A bill to amend 1933 PA 167, entitled
"General sales tax act,"
(MCL 205.51 to 205.78) by adding section 4x.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 4X. (1) A PERSON SUBJECT TO TAX UNDER THIS ACT MAY
2 EXCLUDE FROM THE GROSS PROCEEDS USED FOR THE COMPUTATION OF THIS
3 TAX SALES TO A DOMESTIC AIR CARRIER OF 1 OR MORE OF THE
4 FOLLOWING:

5 (A) AN AIRCRAFT THAT HAS A MAXIMUM CERTIFICATED TAKEOFF
6 WEIGHT OF AT LEAST 6,000 POUNDS FOR USE SOLELY IN THE TRANSPORT
7 OF AIR CARGO, PASSENGERS, OR A COMBINATION OF AIR CARGO AND
8 PASSENGERS.

9 (B) PARTS AND MATERIALS, EXCLUDING SHOP EQUIPMENT OR FUEL,
10 AFFIXED OR TO BE AFFIXED TO AN AIRCRAFT THAT HAS A MAXIMUM
11 CERTIFICATED TAKEOFF WEIGHT OF AT LEAST 6,000 POUNDS FOR USE

SB627, As Passed House, June 8, 2000

Senate Bill No. 627

2

1 SOLELY IN THE TRANSPORT OF AIR CARGO, PASSENGERS, OR A

2 COMBINATION OF AIR CARGO AND PASSENGERS.

3 (2) AS USED IN THIS SECTION, "DOMESTIC AIR CARRIER" IS

4 LIMITED TO ENTITIES ENGAGED PRIMARILY IN THE COMMERCIAL TRANSPORT

5 FOR HIRE OF AIR CARGO, PASSENGERS, OR A COMBINATION OF AIR CARGO

6 AND PASSENGERS AS A BUSINESS ACTIVITY.