

# SALES TAX EXEMPTION FOR AIRCRAFT PARTS



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FISCAL ANALYSIS

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## SENATE BILL 437 H-2 SUBSTITUTE

**Sponsor:** Sen. Bill Bullard

**First House Committee:** Tax Policy

## FLOOR ANALYSIS - 2/11/02

**Analyst(s):** Jim Stansell

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## SUMMARY

Senate Bill 437 would amend the Sales Tax Act to exempt sales of aircraft parts and/or materials affixed to an aircraft with a takeoff weight of at least 6,000 pounds used to transport cargo and/or passengers that are sold to a person for lease to a domestic air carrier. The bill would be retroactive to January 1, 1996, and would hold the School Aid Fund harmless.

SB437 would cause sales tax revenue to decline by an indeterminate amount.