

BILL SUMMARY
1st Session of the 57th Legislature

Bill No.:	HB 2099
Version:	INT
Request Number:	7098
Author:	Rep. O'Donnell
Date:	2/19/2019
Impact:	Tax Commission:
	Unknown – Unable to Determine

Research Analysis

HB2099, as introduced, expands eligibility for an aircraft excise tax exemption by removing the requirement that commercial airlines and aircrafts meet an annual operations threshold. The measure also eliminates reporting requirements for owners of aircrafts purchased or used by a commercial airline.

Prepared By: Quyen Do

Fiscal Analysis

Comments provided by the Tax Commission:

HB 2099 amends 68 O.S. §6001(2) and 68 O.S. §6003(5) by proposing to eliminate the language added in HB 2253 during the 2018 Legislative Session. This language requires charter aircraft to be used in that capacity for at least 50% of its annual operation and such operations may not include those chartered by the aircraft owner as an individual or as a business entity in which the aircraft owner owns a majority interest to fall within the definition of commercial airline for purposes of the aircraft excise tax exemption in 68 O.S. §6003(5). Additionally, this modification will remove language requiring aircraft to operate under Part 91 of Title 14 of the Code of Federal Regulations, 14 CFR, part 91, for less than fifty percent of its annual operations in order to qualify for this exemption. The estimated revenue for this measure is unknown due to a lack of the data regarding purchasers who may have qualified for the exemption prior to the 2018 amendments.

Prepared By: Mark Tygret

Other Considerations

Request has been made to the Tax Commission to continue in its efforts in making any reliable estimate. At present, no change in revenue certification is anticipated.