

Second Regular Session
Sixty-ninth General Assembly
STATE OF COLORADO

INTRODUCED

LLS NO. 14-1049.01 Nicole Myers x4326

HOUSE BILL 14-1374

HOUSE SPONSORSHIP

Holbert and Kraft-Tharp,

SENATE SPONSORSHIP

Hodge and Scheffel,

House Committees
Finance

Senate Committees

A BILL FOR AN ACT

101 CONCERNING THE INCLUSION OF ON-DEMAND AIR CARRIERS IN THE
102 SALES AND USE TAX EXEMPTION FOR CERTAIN AIRCRAFT.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://www.leg.state.co.us/billsummaries>.)

Current law provides a sales and use tax exemption for the sale, storage, use, or consumption of aircraft used or purchased for use in interstate commerce by a commercial airline. The sales and use tax exemption does not currently apply to on-demand air carriers, such as charter air carriers. Beginning July 1, 2014, the bill includes a sales and

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters indicate new material to be added to existing statute.
Dashes through the words indicate deletions from existing statute.

use tax exemption for the sale, storage, use, or consumption of aircraft used or purchased for use in interstate commerce by an on-demand air carrier.

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 39-26-711, **add** (1)
3 (c) and (2) (c) as follows:

4 **39-26-711. Aircraft - tangible personal property.** (1) The
5 following shall be exempt from taxation under the provisions of part 1 of
6 this article:

7 (c) EFFECTIVE JULY 1, 2014, THE SALE OF AIRCRAFT USED OR
8 PURCHASED FOR USE IN INTERSTATE COMMERCE BY AN ON-DEMAND AIR
9 CARRIER.

10 (2) The following shall be exempt from taxation under the
11 provisions of part 2 of this article:

12 (c) EFFECTIVE JULY 1, 2014, THE STORAGE, USE, OR CONSUMPTION
13 OF AIRCRAFT USED OR PURCHASED FOR USE IN INTERSTATE COMMERCE BY
14 AN ON-DEMAND AIR CARRIER.

15 **SECTION 2. Safety clause.** The general assembly hereby finds,
16 determines, and declares that this act is necessary for the immediate
17 preservation of the public peace, health, and safety.