

SENATE BILL 574

Q4

(4lr3110)

ENROLLED BILL

— Budget and Taxation / Ways and Means —

Introduced by ~~Senator Corderman~~ Senators Corderman, Bailey, Benson, Elfreth, Jackson, Jennings, King, McCray, Salling, and Zucker

Read and Examined by Proofreaders:

Proofreader.

Proofreader.

Sealed with the Great Seal and presented to the Governor, for his approval this _____ day of _____ at _____ o'clock, _____ M.

President.

CHAPTER _____

1 AN ACT concerning

2 **Sales and Use Tax Exemption – Aircraft Parts and Equipment – Repeal of**
3 **Reporting Requirement and Extension of Sunset**

4 FOR the purpose of repealing a certain reporting requirement relating to an exemption
5 from the sales and use tax for certain materials, parts, and equipment used to repair,
6 maintain, or upgrade aircraft or certain aircraft systems; ~~repealing~~ extending the
7 termination date of the exemption; and generally relating to an exemption from the
8 sales and use tax for materials, parts, and equipment used to repair, maintain, or
9 upgrade aircraft or aircraft systems.

10 BY repealing and reenacting, with amendments,
11 Article – Tax – General
12 Section 11–237
13 Annotated Code of Maryland

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Italics indicate opposite chamber / conference committee amendments.



(2022 Replacement Volume and 2023 Supplement)

BY repealing and reenacting, with amendments,
Chapter 638 of the Acts of the General Assembly of 2020
Section 2

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
That the Laws of Maryland read as follows:

Article – Tax – General

11–237.

[(a)] The sales and use tax does not apply to the sale of materials, parts, or equipment used to repair, maintain, or upgrade aircraft or the avionics systems of aircraft if the materials, parts, or equipment are installed on an aircraft that:

(1) has a maximum gross takeoff weight of less than 12,500 pounds; or

(2) (i) has a maximum gross takeoff weight of 12,500 pounds or more;
and

(ii) is primarily used in interstate or foreign commerce.

[(b) On or before December 31 each year, the Comptroller shall report to the General Assembly, in accordance with § 2–1257 of the State Government Article, on:

(1) the amount of sales and use tax revenue lost from the exemption under this section; and

(2) any change to the number of aviation technicians employed in the State as a result of the exemption under this section.]

Chapter 638 of the Acts of 2020

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2020. [It shall remain effective for a period of ~~5~~ **10** years and, at the end of June 30, ~~2025~~ **2030**, this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect.]

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2024.