

# SENATE BILL 2

Q4  
SB 212/18 – B&T

(PRE-FILED)

9lr0780  
CF 9lr0781

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By: **Senator Eckardt**

Requested: November 19, 2018

Introduced and read first time: January 9, 2019

Assigned to: Budget and Taxation

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## A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax – Aircraft Parts and Equipment – Exemption**

3 FOR the purpose of providing an exemption from the sales and use tax for certain materials,  
4 parts, or equipment used to repair, maintain, or upgrade aircraft or certain aircraft  
5 systems; requiring the Comptroller to report to the General Assembly on or before a  
6 certain date each year; providing for the termination of this Act; and generally  
7 relating to a sales and use tax exemption for aircraft equipment.

8 BY adding to

9 Article – Tax – General

10 Section 11–235

11 Annotated Code of Maryland

12 (2016 Replacement Volume and 2018 Supplement)

13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

14 That the Laws of Maryland read as follows:

15 **Article – Tax – General**

16 **11–235.**

17 **(A) THE SALES AND USE TAX DOES NOT APPLY TO THE SALE OF MATERIALS,**  
18 **PARTS, OR EQUIPMENT USED TO REPAIR, MAINTAIN, OR UPGRADE AIRCRAFT OR THE**  
19 **AVIONICS SYSTEMS OF AIRCRAFT IF THE MATERIALS, PARTS, OR EQUIPMENT ARE**  
20 **INSTALLED ON THE AIRCRAFT.**

21 **(B) ON OR BEFORE DECEMBER 31 EACH YEAR, THE COMPTROLLER SHALL**  
22 **REPORT TO THE GENERAL ASSEMBLY, IN ACCORDANCE WITH § 2–1246 OF THE**  
23 **STATE GOVERNMENT ARTICLE, ON:**

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1                   **(1) THE AMOUNT OF SALES AND USE TAX REVENUE LOST FROM THE**  
2 **EXEMPTION UNDER THIS SECTION; AND**

3                   **(2) ANY CHANGE TO THE NUMBER OF AVIATION TECHNICIANS**  
4 **EMPLOYED IN THE STATE AS A RESULT OF THE EXEMPTION UNDER THIS SECTION.**

5                   SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July  
6 1, 2019. It shall remain effective for a period of 5 years and, at the end of June 30, 2024,  
7 this Act, with no further action required by the General Assembly, shall be abrogated and  
8 of no further force and effect.