Paul D. Corderman Legislative District 2 Frederick and Washington Counties

Budget and Taxation Committee

Subcommittees

Capital Budget

Education, Business and Administration



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Senate Budget & Tax Committee Chair Guy Guzzone Vice Chair Jim Rospepe 3 West Miller Senate Office Building Annapolis, MD 21401

Testimony in Support of Senate Bill SB 574 – Sales and Use Tax Exemption – Aircraft Parts and Equipment – Repeal of Reporting Requirement and Sunset

Chair Guzzone, Vice Chair Rosapepe, & Members of the Budget & Tax Committee,

Thank you for the opportunity to present SB 574 – Sales and Use Tax Exemption – Aircraft Parts and Equipment – Repeal of Reporting Requirement and Sunset. This bill simply repeals the sales and use tax revenue reporting requirement for the Comptroller's Office, as well as the sunset provision. This Committee passed this bill successfully in 2020 and we are approaching the sunset year, which is scheduled for June of 2025. Allowing this exemption to expire will leave Maryland at an economic disadvantage.

Maryland is home to 33 public-use airports, 2 of which are owned by the State of Maryland – The Baltimore/Washington International Airport (BWI) and the Martin State Airport. Due to our proximity to many other neighboring states, Maryland must remain competitive to incentivize airline industry leaders to remain and attract new aviation businesses to our region.

Thank you for your consideration and I respectfully ask for a favorable report on SB 574.

Sincerely,

Paul D. Corderman

District 2 – Washington & Frederick Counties