

TAXES AND FEES ON EMERGENCY MEDICAL AIRCRAFT

2012 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Patrick Painter

Senate Sponsor: Curtis S. Bramble

LONG TITLE

Committee Note:

The Revenue and Taxation Interim Committee recommended this bill.

General Description:

This bill changes fees imposed on certain aircraft.

Highlighted Provisions:

This bill:

- ▶ changes the registration fee imposed on certain emergency medical aircraft; and
- ▶ makes technical changes.

Money Appropriated in this Bill:

None

Other Special Clauses:

This bill takes effect on January 1, 2013.

Utah Code Sections Affected:

AMENDS:

72-10-110, as last amended by Laws of Utah 2011, Chapter 171

Be it enacted by the Legislature of the state of Utah:

Section 1. Section **72-10-110** is amended to read:

72-10-110. Aircraft registration information requirements -- Registration fee -- Administration -- Partial year registration.



28 (1) All applications for aircraft registration shall contain:
29 (a) a description of the aircraft, including:
30 (i) the manufacturer or builder;
31 (ii) the aircraft registration number, type, year of manufacture, or if an experimental
32 aircraft, the year the aircraft was completed and certified for air worthiness by an inspector of
33 the Federal Aviation Administration; and

34 (iii) gross weight;
35 (b) the name and address of the owner of the aircraft; and
36 (c) where the aircraft is located, or the address where the aircraft is usually used or
37 based.

38 (2) (a) Except as provided in Subsection (3), at the time application is made for
39 registration or renewal of registration of an aircraft under this chapter, an annual registration
40 fee of 0.4% of the average wholesale value of the aircraft shall be paid.

41 (b) For purposes of calculating the value of the aircraft under Subsection (2)(a) or
42 (3)(d), the Tax Commission shall use the average wholesale value as stated in the Aircraft
43 Bluebook Price Digest.

44 (3) (a) ~~[Notwithstanding Subsection (2),]~~ An annual registration fee of \$100 is imposed
45 on the following aircraft [shall pay an annual registration fee of \$100]:

46 (i) an aircraft not listed in the Aircraft Bluebook Price Digest; ~~[or]~~
47 (ii) an experimental aircraft~~[-]; or~~
48 (iii) a helicopter that is used:

49 (A) exclusively by an entity that is exempt from federal income taxation under Section
50 501(c)(3), Internal Revenue Code, and exempt from property taxation under Title 59, Chapter
51 2, Property Tax Act; and

52 (B) for the emergency transportation of medical patients for at least 95% of its flight
53 time.

54 (b) ~~[Notwithstanding Subsection (2), an]~~ An annual registration fee is imposed on an
55 aircraft 50 years or older [shall pay] equal to the lesser of:

56 (i) \$100; or
57 (ii) the ~~[uniform]~~ annual registration fee provided for under Subsection (2)(a).
58 (c) ~~[Notwithstanding Subsection (2), an]~~ An aircraft that does not have a valid

59 airworthiness certificate for a period of six months or more:

60 (i) may not apply for a certificate of registration required under Section 72-10-109; and

61 (ii) is exempt from [~~paying a~~] an annual registration fee until the aircraft has a valid
62 airworthiness certificate.

63 (d) [~~Notwithstanding Subsection (2), an aircraft shall pay an~~] An annual registration
64 fee of .25% of the average wholesale value of the aircraft [if] is imposed on an aircraft if the
65 aircraft is:

66 (i) used by an air charter service for air charter; and

67 (ii) owned by a person other than the air charter service.

68 (4) (a) The Tax Commission shall provide a registration card to an owner of an aircraft
69 if:

70 (i) the owner complies with the registration requirements of this section; and

71 (ii) the owner of the aircraft states that the aircraft has a valid airworthiness certificate.

72 (b) An owner of an aircraft shall carry the registration card in the registered aircraft.

73 (5) The registration fees assessed under this chapter shall be collected by the Tax
74 Commission to be distributed as provided in Subsection (6).

75 (6) After deducting the costs of administering all aircraft registrations under this
76 chapter, the Tax Commission shall deposit all remaining aircraft registration fees in the
77 Aeronautics Restricted Account created by Section 72-2-126.

78 (7) Aircraft which are registered under this chapter for less than a full calendar year
79 shall be charged a registration fee which is reduced in proportion to the fraction of the calendar
80 year during which the aircraft is registered in this state.

81 (8) (a) The Utah Division of Aeronautics shall maintain a statewide database of all
82 aircraft based within the state.

83 (b) On or before October 1 of each year, the Utah Division of Aeronautics shall
84 provide the Tax Commission with the data the Tax Commission requires from the database
85 described in Subsection (8)(a).

86 (c) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
87 commission may by rule define the contents of the database described in Subsection (8)(a).

88 (d) The Tax Commission shall annually provide the Utah Division of Aeronautics a list
89 of all aircraft registered in this state.

90 (9) The Tax Commission may suspend or revoke a registration if it determines that the
91 required fee has not been paid and the fee is not paid upon reasonable notice and demand.

92 Section 2. **Effective date.**

93 This bill takes effect on January 1, 2013.

Legislative Review Note
as of 11-17-11 2:01 PM

Office of Legislative Research and General Counsel