{deleted text} shows text that was in SB0074 but was deleted in SB0074S01.

inserted text shows text that was not in SB0074 but was inserted into SB0074S01.

DISCLAIMER: This document is provided to assist you in your comparison of the two bills. Sometimes this automated comparison will NOT be completely accurate. Therefore, you need to read the actual bills. This automatically generated document could contain inaccuracies caused by: limitations of the compare program; bad input data; or other causes.

Senator Wayne A. Harper proposes the following substitute bill:

#### **AVIATION AMENDMENTS**

2016 GENERAL SESSION STATE OF UTAH

Chief Sponsor: Wayne A. Harper

H	louse	Sponsor:				

#### **LONG TITLE**

#### **General Description:**

This bill modifies the Aeronautics Act by amending provisions relating to aircraft registration.

### **Highlighted Provisions:**

This bill:

- specifies when an aircraft registration is due;
- requires the Operations Division of the Department of Transportation to conduct compliance audits and inspections as needed to enforce state laws relating to the registration of aircraft;
- requires the Operations Division to coordinate with airport operators to determine and verify accurate reporting of aircraft that are based within the state for the purpose of administering and enforcing state aircraft registration laws;

- specifies additional penalties for operating an aircraft that is not registered;
- grants the Operations Division rulemaking authority to establish procedures for the administration and enforcement of state aircraft registration laws; and
- makes technical changes.

## **Money Appropriated in this Bill:**

None

## **Other Special Clauses:**

None

### **Utah Code Sections Affected:**

AMENDS:

**72-10-110**, as last amended by Laws of Utah 2015, Chapter 35

**72-10-112**, as renumbered and amended by Laws of Utah 1998, Chapter 270

*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.

- (1) All applications for aircraft registration shall contain:
- (a) a description of the aircraft, including:
- (i) the manufacturer or builder;
- (ii) the aircraft registration number, type, year of manufacture, or if an experimental aircraft, the year the aircraft was completed and certified for air worthiness by an inspector of the Federal Aviation Administration; and
  - (iii) gross weight;
  - (b) the name and address of the owner of the aircraft; and
- (c) where the aircraft is located, or the address where the aircraft is usually used or based.
- (2) (a) Except as provided in Subsection (3), at the time application is made for registration or renewal of registration of an aircraft under this chapter, an annual registration fee of 0.4% of the average wholesale value of the aircraft shall be paid.
  - (b) For purposes of calculating the value of the aircraft under Subsection (2)(a) or

- (3)(d), the Tax Commission shall use the average wholesale value as stated in the Aircraft Bluebook Price Digest.
  - (3) (a) An annual registration fee of \$100 is imposed on the following aircraft:
  - (i) an aircraft not listed in the Aircraft Bluebook Price Digest;
  - (ii) an experimental aircraft; or
  - (iii) an aircraft that is used:
- (A) exclusively by an entity that is exempt from federal income taxation under Section 501(c)(3), Internal Revenue Code, and exempt from property taxation under Title 59, Chapter 2, Property Tax Act; and
- (B) for the emergency transportation of medical patients for at least 95% of its flight time.
- (b) An annual registration fee is imposed on an aircraft 50 years or older equal to the lesser of:
  - (i) \$100; or
  - (ii) the annual registration fee provided for under Subsection (2)(a).
- (c) An aircraft that does not have a valid airworthiness certificate for a period of six months or more:
  - (i) may not apply for a certificate of registration required under Section 72-10-109; and
- (ii) is exempt from an annual registration fee until the aircraft has a valid airworthiness certificate.
- (d) An annual registration fee of .25% of the average wholesale value of the aircraft is imposed on an aircraft if the aircraft is:
  - (i) used by an air charter service for air charter; and
  - (ii) owned by a person other than the air charter service.
- (e) The annual registration fee required in this section is due on December 31 of each year.
- (4) (a) The Tax Commission shall provide a registration card to an owner of an aircraft if:
  - (i) the owner complies with the registration requirements of this section; and
  - (ii) the owner of the aircraft states that the aircraft has a valid airworthiness certificate.
  - (b) An owner of an aircraft shall carry the registration card in the registered aircraft.

- (5) The registration fees assessed under this chapter shall be collected by the Tax Commission to be distributed as provided in Subsection (6).
- (6) After deducting the costs of administering all aircraft registrations under this chapter, the Tax Commission shall deposit all remaining aircraft registration fees in the Aeronautics Restricted Account created by Section 72-2-126.
- (7) Aircraft which are registered under this chapter for less than a full calendar year shall be charged a registration fee which is reduced in proportion to the fraction of the calendar year during which the aircraft is registered in this state.
- (8) (a) The Utah Division of Aeronautics shall maintain a statewide database of all aircraft based within the state.
- (b) On or before October 1 of each year, the Utah Division of Aeronautics shall provide the Tax Commission with the data the Tax Commission requires from the database described in Subsection (8)(a).
- (c) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the commission may by rule define the contents of the database described in Subsection (8)(a).
- (d) The Tax Commission shall annually provide the Utah Division of Aeronautics a list of all aircraft registered in this state.
- (9) The Tax Commission may suspend or revoke a registration if it determines that the required fee has not been paid and the fee is not paid upon reasonable notice and demand.

Section <del>11</del> 2. Section **72-10-112** is amended to read:

# 72-10-112. Failure to register -- Penalty -- Compliance audits and inspections -- Rulemaking.

- (1) Failure to register any aircraft required to be registered with the state in the county in which the aircraft is located subjects the owners of the aircraft to the same penalties provided for motor vehicles under Sections 41-1a-1101, 41-1a-1301, and 41-1a-1307.
- (2) (a) The division shall conduct compliance audits and inspections as needed to enforce state laws related to the registration of aircraft.
- (b) The division shall coordinate with airport operators to determine and verify accurate reporting of aircraft that are based within the state for the purpose of administering and enforcing state aircraft registration laws.
  - (3) (a) In addition to the penalties described in Subsection (1), the division may impose

a fine of \{\\$25\}10\% of the registration fee for the first month and \{\\$5\}5\% of the registration fee for each subsequent month an aircraft is operated in violation of Section 72-10-109.

- (b) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the division shall makes rules establishing procedures for the enforcement of state aircraft registration laws and the administration of penalties described in this section.
- (c) The division shall comply with the procedures and requirements of Title 63G,

  Chapter 4, Administrative Procedures Act, in all adjudicative proceedings conducted for the enforcement of penalties under this section.

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**Legislative Review Note Office of Legislative Research and General Counsel**