



# HOUSE BILL No. 4357

February 8, 1995, Introduced by Reps. Profit and Bullard and referred to the Committee on Tax Policy.

A bill to amend Act No. 167 of the Public Acts of 1933, entitled as amended "General sales tax act," as amended, being sections 205.51 to 205.78 of the Michigan Compiled Laws, by adding section 4p.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1 Section 1. Act No. 167 of the Public Acts of 1933, as  
2 amended, being sections 205.51 to 205.78 of the Michigan Compiled  
3 Laws, is amended by adding section 4p to read as follows:

4 SEC. 4P. (1) A PERSON SUBJECT TO TAX UNDER THIS ACT MAY  
5 EXCLUDE FROM THE GROSS PROCEEDS USED FOR THE COMPUTATION OF THE  
6 TAX A SALE TO A DOMESTIC AIR CARRIER OF ANY OF THE FOLLOWING:

7 (A) AN AIRCRAFT PURCHASED AFTER DECEMBER 31, 1992 FOR USE  
8 SOLELY IN THE TRANSPORT OF AIR CARGO THAT HAS A MAXIMUM  
9 CERTIFICATED TAKEOFF WEIGHT OF AT LEAST 12,500 POUNDS.

1 (B) AN AIRCRAFT PURCHASED AFTER JUNE 30, 1994 THAT IS USED  
2 SOLELY IN THE REGULARLY SCHEDULED TRANSPORT OF PASSENGERS.

3 (C) AN AIRCRAFT, OTHER THAN AN AIRCRAFT DESCRIBED UNDER SUB-  
4 DIVISION (B), PURCHASED AFTER DECEMBER 31, 1994, THAT HAS A MAXI-  
5 MUM CERTIFICATED TAKEOFF WEIGHT OF AT LEAST 12,500 POUNDS AND  
6 THAT IS DESIGNED TO HAVE A MAXIMUM PASSENGER SEATING CONFIGURA-  
7 TION OF MORE THAN 30 SEATS AND USED SOLELY IN THE TRANSPORT OF  
8 PASSENGERS.

9 (2) FOR PURPOSES OF THIS SECTION, THE TERM "DOMESTIC AIR  
10 CARRIER" IS LIMITED TO ENTITIES ENGAGED IN THE COMMERCIAL TRANS-  
11 PORT FOR HIRE OF CARGO OR ENTITIES ENGAGED IN THE COMMERCIAL  
12 TRANSPORT OF PASSENGERS AS A BUSINESS ACTIVITY.