

114TH CONGRESS
1ST SESSION

S. 2501

To amend the Internal Revenue Code of 1986 to modify the exemption for certain aircraft from the excise taxes on transportation by air.

IN THE SENATE OF THE UNITED STATES

FEBRUARY 4, 2016

Ms. MURKOWSKI introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to modify the exemption for certain aircraft from the excise taxes on transportation by air.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Small Aircraft Tax
5 Modification Act of 2015”.

6 **SEC. 2. MODIFICATION OF EXCISE TAX EXEMPTION FOR**
7 **SMALL AIRCRAFT ON ESTABLISHED LINES.**

8 (a) IN GENERAL.—Section 4281 of the Internal Rev-
9 enue Code of 1986 is amended—

1 (1) in subsection (a), by striking “6,000 pounds
2 or less” and inserting “12,500 pounds or less”, and
3 (2) by striking subsection (c) and inserting the
4 following:

5 “(c) ESTABLISHED LINE.—For purposes of this sec-
6 tion, an aircraft shall not be considered as operated on
7 an established line if such aircraft is performing an on-
8 demand operation (as defined in section 110.2 of title 14,
9 Code of Federal regulations, as in effect on the date of
10 the enactment of the Small Aircraft Tax Modification Act
11 of 2015).”.

12 (b) EFFECTIVE DATE.—The amendments made by
13 this section shall apply to taxable transportation provided
14 after the date of the enactment of this Act.

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