



April 24, 2012

ACTION CALL Support Pennsylvania Tax Exemption On Aircraft Parts And Maintenance

What's at Issue

On May 2, 2012, <u>Pennsylvania House Bill 1100</u>, which calls for a tax exemption for aircraft parts and maintenance in the state, will move into the House of Representatives' second consideration process.

Why It's Important

Currently, Pennsylvania is considered to be a "closed-for-business" state regarding the aviation industry and related services, and the state's tax policy has become the biggest barrier for new aircraft companies to come to Pennsylvania. Passage of the bill, introduced by state Representative Peter Daley (D-District 49) on April 28, 2011, would mean that the state can become competitive and more inviting to business, ultimately increasing jobs and generating indirect tax revenues like personal income and property taxes as well as fuel taxes.

Passage of this bill is a critical step in the bill's advancement, where amendments and debates can take place. It is imperative that all legislators are supportive of the issue before second consideration. A positive vote in the House will lead to a swift passage in the Senate before the governor's signature.

What to Do

- 1. Contact your legislators today and ask them to support this bill. Visit www.legis.state.pa.us/ and click on WHO'S MY LEGISLATOR to find the representative in your district. It is strongly encouraged that you fax, mail, and deliver a letter asking them to support HB1100 as soon as possible. Continuous constituent outreach is imperative for a bill's advancement.
- 2. Rep. Daley has requested supporting data on the potential repeal of the sales and use tax on aircraft parts and maintenance. NATA has created a short survey that we're asking members to support. Please click here to complete the survey. Survey closes on May 1, 2012.

NATA Position

NATA is working with the Aviation Council of Pennsylvania and industry representatives to ensure that the bill moves through the state legislature and becomes a law. In order for Pennsylvania to remain general aviation-friendly and competitive in today's economy, these taxes need to be exempt. Similar bills in Massachusetts, Connecticut and New York have seen an increase in tax revenue and aviation business activity.

Status

Pennsylvania House Bill 1100 will move into the Pennsylvania House of Representatives' second consideration process on May 2, 2012. NATA members in Pennsylvania are strongly encouraged to reach out to their legislators today in support of Pennsylvania House Bill 1100.

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