

# HB339 INTRODUCED



1 HB339  
2 SLJFD88-1  
3 By Representatives Chestnut, Sells, Daniels, Stadthagen,  
4 Warren, Stubbs, Bolton, Tillman  
5 RFD: Ways and Means Education  
6 First Read: 25-Feb-25



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SYNOPSIS:

Under existing law, the state imposes sales and use taxes upon the sale, storage, use, or other consumption of certain items within this state. Counties and municipalities impose additional sales and use taxes. The sale of certain aircraft are exempt from these taxes.

This bill would exempt the sale, storage, use, or other consumption of certain general aviation aircraft and machinery or equipment installed on the aircraft from sales and use tax.

In addition, this bill would exempt aircraft and equipment from rental or lease taxes.

This bill would also exempt aircraft and equipment from ad valorem taxes.

A BILL  
TO BE ENTITLED  
AN ACT

Relating to taxation; to exempt the sale, storage, use, or other consumption of certain general aviation aircraft and any machinery or equipment installed on these aircraft from the sales and use tax in certain circumstances, and to exempt



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29 these aircraft and equipment from lease and rental taxes as  
30 well as ad valorem taxes.

31 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

32 Section 1. (a) For the purposes of this act the term  
33 "general aviation aircraft" means an aircraft that meets all  
34 of the following:

35 (1) Weighs over 12,500 pounds.

36 (2) Is used in civil aviation.

37 (3) Is not a commercial aircraft, military aircraft, or  
38 unmanned aerial vehicle or drone.

39 (4) Is owned or leased by a company whose principal  
40 place of business is in Alabama.

41 (b) The gross receipts from the sale of general  
42 aviation aircraft and any machinery or equipment to be  
43 installed on the aircraft are exempt from state, county, and  
44 municipal sales and use taxes.

45 Section 2. Beginning on October 1, 2025, the lease of  
46 any "general aviation aircraft" as defined in Section 1, and  
47 any machinery or equipment to be installed on these aircraft  
48 are exempt from state, county, and municipal lease and rental  
49 taxes.

50 Section 3. Beginning on October 1, 2024, any "general  
51 aviation aircraft" as defined in Section 1, and any machinery  
52 or equipment to be installed on these aircraft, is exempt from  
53 ad valorem taxation.

54 Section 4. The Department of Revenue may adopt rules  
55 for the implementation and administration of this act.

56 Section 5. This act shall become effective on September



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57 1, 2025.