

House File 2183 - Introduced

HOUSE FILE 2183
BY BRADLEY

A BILL FOR

- 1 An Act crediting excise taxes imposed upon the sale of aircraft
- 2 to the aviation fund.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

unofficial

1 Section 1. Section 328.56, subsection 1, Code 2026, is
2 amended to read as follows:

3 1. A state aviation fund is created under the authority of
4 the department. The fund shall consist of moneys deposited in
5 the fund pursuant to sections 328.36, 423.43, and 452A.82 and
6 other moneys appropriated to the fund.

7 Sec. 2. Section 423.43, subsection 1, paragraph a, Code 2026,
8 is amended to read as follows:

9 a. Except as provided in subsections 2, ~~and 3~~, and 4,
10 all revenue arising under the operation of the use tax under
11 subchapter III shall be deposited into the general fund of the
12 state.

13 Sec. 3. Section 423.43, Code 2026, is amended by adding the
14 following new subsection:

15 NEW SUBSECTION. 4. All revenues attributable to the
16 imposition of the excise tax upon the purchase of aircraft
17 subject to taxation under section 423.5, subsection 1, paragraph
18 "a", shall be credited to the state aviation fund created in
19 section 328.56.

20 EXPLANATION

21 The inclusion of this explanation does not constitute agreement with
22 the explanation's substance by the members of the general assembly.

23 This bill credits excise taxes (use taxes) imposed upon the
24 sale of aircraft to the state aviation fund. Currently, the
25 use tax is imposed at a rate of 6 percent upon the sale of
26 aircraft subject to registration under Code section 328.20, if
27 the aircraft is purchased for use in this state. The bill
28 changes the deposit of the use taxes from the sale of such
29 aircraft from the general fund of the state to the state aviation
30 fund. Moneys in the state aviation fund are for use by the
31 department of transportation for airport engineering studies,
32 construction or improvements, and the windsock program for public
33 airports and marketing at commercial service airports.