

Revenue Information Bulletin No. 17-022
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Sales Tax

Sales Tax Exclusion for Repairs to Certain Types of Aircraft Effective July 1, 2017

[Act 279 of the 2017 Regular Session](#) of the Legislature enacted an exclusion from sales taxes imposed by the state and its political subdivision for services provided to certain types of aircraft.

Repairs are a taxable service pursuant to La. R.S. 47:301(14)(g)(i)(aa). Act 279 amends La. R.S. 47:301(14) to provide that repairs to tangible personal property and fabrication shall not include surface preparation, coating, and painting of a fixed or rotary wing military aircraft or certified transport category aircraft as long the aircraft's Federal Aviation Administration (hereinafter "FAA") registration address is outside of Louisiana. Act 279 is effective July 1, 2017.

Act 279 also amended the state sales tax impositions of La. R.S. 47:302 and 321.1 to add the sales tax exclusion for the repair of fixed or rotary wing military aircraft and certified transport category aircraft, whose FAA registration is outside of Louisiana, to the list of sales tax exemptions and exclusions, which are operative and in effect for purposes of the state sales tax.

Beginning July, 1, 2017, repairs to fixed or rotary wing military aircraft or certified transport category aircraft, which include surface preparation, coating, and painting are not subject to sales taxes. Beginning with the July 2017 sales tax reporting period, qualifying repairs to fixed or rotary wing military aircraft or certified transport category aircraft whose FAA registration address is outside of Louisiana should be reported on the sales tax return (Form R-1029) using sales tax exemption code 1121 on Schedule A-1, which are transactions taxed at zero (0%).

Questions concerning this publication can be directed to sales.inquiries@la.gov.

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