

107TH CONGRESS
1ST SESSION

S. 1464

To amend the Internal Revenue Code of 1986 to modify the definition of rural airports for purposes of the air transportation tax.

IN THE SENATE OF THE UNITED STATES

SEPTEMBER 25, 2001

Mr. KERRY (for himself and Mr. KENNEDY) 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 definition of rural airports for purposes of the air transportation tax.

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

3 (a) MODIFICATION OF RURAL AIRPORT DEFINI-
4 TION.—Clauses (i) and (ii) of section 4261(e)(1)(B) of the
5 Internal Revenue Code of 1986 (defining rural airport)
6 are amended to read as follows:

7 “(i) there were fewer than 100,000
8 commercial passengers departing by air
9 during the second preceding calendar year
10 from such airport and such airport—

1 “(I) is not located within 75
2 miles of another airport which is not
3 described in this clause, or

4 “(II) is receiving essential air
5 service subsidies as of August 5,
6 1997, or

7 “(ii) such airport is not connected by
8 paved roads to another airport.

9 For purposes of determining the number of
10 passengers under clause (i), passengers depart-
11 ing on a segment of less than 100 miles shall
12 not be taken into account.”.

13 (b) EFFECTIVE DATE.—

14 (1) IN GENERAL.—Except as provided in para-
15 graph (2), the amendment made by subsection (a)
16 shall apply to transportation beginning on or after
17 October 1, 2001.

18 (2) TREATMENT OF AMOUNTS PAID FOR TICK-
19 ETS PURCHASED BEFORE DATE OF ENACTMENT.—
20 The amendment made by subsection (a) shall not
21 apply to the amounts paid for a ticket purchased be-
22 fore the date of the enactment of this Act for a spec-
23 ified flight beginning on or after October 1, 2001.

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