

2010

NORTH CAROLINA DEPARTMENT OF REVENUE
PROPERTY TAX DIVISION
P.O. BOX 871
RALEIGH, N. C. 27602

AIRLINE COMPANIES

Annual Report For Ad Valorem Tax Valuation



THIS REPORT MUST BE FILED BY MARCH 31, 2010

Name _____
Home Office Address _____
City/State/Zip _____
State of Incorporation _____
Name of Person(s) to contact in reference to this filing (Print) _____
Telephone No. _____ E-mail Address _____
Fax No. _____
Address to Which Assessment is to be Mailed (if different than above) _____

AFFIRMATION

Under penalties prescribed by law, I hereby affirm that to the best of my knowledge and belief this report, including any accompanying statements, inventories, schedules, and other information, is true and complete.

This affirmation must be signed by the owner or a principal officer of the company

Signature

Title

Date

IMPORTANT

In order for this report to be accepted, a copy of your firm's Federal or North Carolina Regulatory Agency Annual Report for 2009 must be filed with this report. If your firm is not required to file a Federal or State regulatory agency accounting report, attach a copy of your firm's latest year's balance sheet.

	VALUATION INFORMATION AS OF JANUARY 1, 2010
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| | <ol style="list-style-type: none"> 1. Attach schedule of flight equipment containing the following information: property description (year, make, model), date of acquisition and cost. 2. In addition to the above cost information, report the cost of any major reconditioning by year and by type of aircraft. 3. Report any other information that may have a bearing on the true value of your firm's flight equipment. |
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	APPORTIONMENT INFORMATION
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| | <ol style="list-style-type: none"> 4. Attach schedule of actual ground hours everywhere and actual ground hours in North Carolina by aircraft type during the year preceding January 1, 2010. 5. Attach schedule of gross revenue everywhere and gross revenue in North Carolina by aircraft type during the year preceding January 1, 2010. 6. Attach schedule of departures everywhere and departures in North Carolina by aircraft type during the year preceding January 1, 2010. 7. Attach schedule of air hours everywhere and air hours in North Carolina by aircraft type during the year preceding January 1, 2010. |
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	ALLOCATION INFORMATION
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| | <ol style="list-style-type: none"> 8. Attach a schedule of actual ground hours by aircraft type at each airport in North Carolina, and the percentage of actual ground hours at each airport. 9. Attach schedule of gross revenue by aircraft type showing gross revenue in North Carolina, gross revenue at each airport in North Carolina, and the percentage of gross revenue at each airport. |
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Note: The allocation information requested in this section should be by aircraft type at each airport.

	MOTOR VEHICLES (Cars, trucks, vans, buses, service vehicles, etc.)
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| | <ol style="list-style-type: none"> 10. Attach schedule of all North Carolina domiciled motor vehicles that are owned or leased by your company and specify the county which they are located. 11. On Schedule B, list your firms licensed (tagged) and unlicensed (untagged) vehicles that may be used upon the highways of this State. This schedule must contain the following information for each vehicle: property description (year, make, model), year acquired, cost, <u>vehicle identification number</u>, owner and owner's address if other than the reporting company. 12. An example of vehicles which should be listed with the Department of Revenue: cars, pickup trucks, deicers, mini-vans, buses, lavatory waste trucks, etc. 13. These vehicles should continue to be listed at the county level: baggage and freight carts, ramp scrubber, forklifts, towbars, etc. |
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STAGE III

AIRCRAFT INVESTMENT SCHEDULE

AIRCRAFT TYPE:			
Purchase Date	Purchase Cost	%	To be Completed by AVTS AVTS Value
2009		91.5	
2008		83.0	
2007		74.5	
2006		66.0	
2005		57.5	
2004		49.0	
2003		40.5	
2002		32.0	
Prior		30.0	
Total			

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AIRLINE COMPANIES

LOCALLY ASSIGNED MOTOR VEHICLES

North Carolina location: County _____ City _____

* LOCALLY ASSIGNED MOTOR VEHICLES			
Yr. Acq	Purchase Cost	%	To be completed by AVTS AVTS Value
2009		88	
2008		80	
2007		70	
2006		60	
2005		50	
2004		40	
2003		30	
2002		25	
Prior		20	
Total			

* This should include all registered and unregistered vehicles which can be driven on the highways of this State.

AIRLINE COMPANIES
EXCERPTS FROM THE LAW AND COMMENTS

G. S. 105-330 (Effective January 1, 1993) Definitions - The following definitions apply in this Article:

- 1) Classified motor vehicle. A motor vehicle classified under this Article
- 2) Motor vehicle
- 3) Public service company. Defined in G. S. 105-333(14).

G. S. 105-334. Duty to file report, penalty for failure to file. - (a) Every public service company, whether incorporated under the laws of this State or any other state or any foreign nation, whose property is subject to taxation in this State, shall prepare and deliver to the Department of Revenue each year a report showing (as of January 1) such information with regard to the property it owns and the system property it leases as the Department of Revenue may by regulation prescribe. . . . (b) Any individual who wilfully subscribes a report required by this section which he does not believe to be true and correct as to every material matter shall be guilty of a misdemeanor and, upon conviction, shall be subject to a fine not to exceed \$500 or imprisonment not to exceed six months. (c) For good cause the Department may grant reasonable extensions of time for filing the required reports. (d) The Department may require any additional reports or information it deems necessary to properly carry out its duties under this article.

G. S. 105-333. Definitions. - When used in this article (unless the context requires a different meaning): (13) "Airline company" means a public service company engaged in the business of transporting passengers and property by aircraft for hire within, into, or from this State. . . . (19) "Flight equipment" means aircraft fully equipped for flying and used in any operation with this State.

G. S. 105-335. Appraisal of property of public service companies. - (c)(2) Flight Equipment. Each year, as of January 1, the Department shall appraise at its true value . . . the flight equipment owned or leased by or operated under the control of each airline company that is domiciled in the State or that is regularly engaged in business at some airport in this State.

G. S. 105-336. Methods of appraising certain properties of public service companies. - (b) Appraising . . . Flight Equipment. In determining the true value of the . . . flight equipment of airline companies, the Department of Revenue shall consider the book value of the property as reflected in the books of account kept under the regulation of the appropriate federal or state regulatory agency and what it would cost to replace or reproduce the property in its existing condition.

As soon as the Department has determined the appraised valuation of the flight equipment of each airline company, the company will be notified of the proposed valuation and shall have 20 days in which to take exception to the value and request a hearing before the Property Tax Commission.

G. S. 105-337. Apportionment of taxable values to this State. - With respect to any public service company operating both inside and outside this State, it shall be the duty of the Department of Revenue to apportion for taxation in this State a fair and reasonable share of the value of the company . . . flight equipment . . .

G. S. 105-338. Allocation of appraised valuation . . . among local taxing units. - (c)(3) The appraised valuation of an airline company's flight equipment shall be allocated for taxation to each local taxing unit in which an airport used by the company is situated according to the ratio obtained by averaging the following two ratios: the ratio of the company's ground hours in the taxing unit in the year preceding January 1 to the company's ground hours in the State in the same period, and the ratio of the company's gross revenue in the taxing unit in the year preceding January 1 to the company's gross revenue in the State in the same period.

Having determined the true value allocable to each local taxing unit, the Department of Revenue will certify the appraised value to each taxing unit and each taxing unit shall tax the assessed valuations at the rate of tax levied against other property subject to taxation therein.