

Rev. Proc. 97-46, Correction Announcement 97-107

On September 30, 1997, the Internal Revenue Service released Rev. Proc. 97-46, which sets forth a list of “rural airports” as that term is defined in § 4261(e)(1)(B) of the Internal Revenue Code. This list was based on information provided by the Office of Airline Information at the Department of Transportation (DOT). Subsequent to that time, DOT determined that Mitchell Municipal Airport (MHE), located in Mitchell, South Dakota, does not qualify as a rural airport.

Rev. Proc. 97-46 will be published on October 20, 1997, in Internal Revenue Bulletin 1997-42. The list of rural airports contained in the Bulletin will not include Mitchell Municipal Airport (MHE).

For amounts paid for transportation segments beginning or ending at Mitchell Municipal Airport (MHE), taxpayers may rely on Rev. Proc. 97-46 as released to the tax services by the Service on September 30, 1997. Thus, amounts paid between October 1, 1997, and October 20, 1997, for transportation segments beginning or ending at Mitchell Municipal Airport (MHE) are subject to tax at the 7.5 percent rate and are not subject to the segment tax.

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