

How Government Agencies Value Flights on Corporate Aircraft			
Agency	Flight Cost Measurement	Applicable Company Passengers	Regulatory Purpose
FAA	Double the fuel cost plus certain incidental expenses	Anyone time-sharing the aircraft	To limit what can be charged without a commercial certificate
FAA	Allocable cost of owning, operating and maintaining the aircraft	Officials, employees, guests of the company	To limit what can be charged without a commercial certificate
IRS	SIFL or charter rate	“Control” and noncontrol employees and guests	To determine taxable income to passengers
IRS	All fixed and variable costs	“Specified individuals” and related parties	To determine company tax deductions (and disallowance thereof)
SEC	Aggregate incremental cost	“Named executive officers”	To report compensatory perks