
By: **Senators Hafer, Stoltzfus, Colburn, Munson, Derr, and Haines**
Introduced and read first time: February 2, 1998
Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Motor Vehicle Excise Tax - Purchase Price - Trade-In Allowance**

3 FOR the purpose of altering a definition under the motor vehicle excise tax to reduce
4 the total purchase price on which the tax is calculated by an allowance for any
5 trade-in consideration; and generally relating to the motor vehicle excise tax.

6 BY repealing and reenacting, with amendments,
7 Article - Transportation
8 Section 13-809(a)
9 Annotated Code of Maryland
10 (1992 Replacement Volume and 1997 Supplement)

11 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
12 MARYLAND, That the Laws of Maryland read as follows:

13 **Article - Transportation**

14 13-809.

15 (a) (1) In this section the following words have the meanings indicated.

16 (2) "Fair market value" means:

17 (i) As to the sale of any new or used vehicle by a licensed dealer,
18 the total purchase price, as certified by the dealer;

19 (ii) As to a used vehicle that is sold by any person other than a
20 licensed dealer and that has a designated model year that is 7 years old or older, the
21 greater of:

22 1. The total purchase price; or

23 2. \$500;

24 (iii) As to any other used vehicle that is sold by any person other
25 than a licensed dealer, either:

