

HOUSE BILL 229

Q4

71r0633

By: **Delegates Bohanan, O'Donnell, and Wood**

Introduced and read first time: January 29, 2007

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax – Taxable Price – Remanufactured Automotive Parts**

3 FOR the purpose of altering the definition of “taxable price” under the sales and use
4 tax law to exclude the value of a used component or part (core value) received
5 from a purchaser of any remanufactured automotive part.

6 BY repealing and reenacting, with amendments,
7 Article – Tax – General
8 Section 11–101(1)(3)(ii)
9 Annotated Code of Maryland
10 (2004 Replacement Volume and 2006 Supplement)

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

13 **Article – Tax – General**

14 11–101.

15 (1) (3) “Taxable price” does not include:

16 (ii) the value of a used component or part (core value) received
17 from a purchaser of [the following remanufactured truck parts:

18 1. an air brake system;

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- 1 2. an engine;
- 2 3. a rear axle carrier; or
- 3 4. a transmission] **A REMANUFACTURED AUTOMOTIVE**
- 4 **PART; or**

5 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
6 July 1, 2007.