

HOUSE BILL 292

Q5

71r2097

By: **Delegates Sossi, Bartlett, Bates, Dwyer, Eckardt, Elmore, Frank, George, Jennings, Kach, Krebs, McComas, McConkey, O'Donnell, Shewell, Smigiel, Stocksdale, Stull, Walkup, and Weldon**

Introduced and read first time: January 31, 2007

Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 **Motor Vehicle Excise Tax – Adjustment for Trade-In**

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
5 certain trade-in considerations; providing that the definition modified by this
6 Act does not apply to the calculation of the vehicle excise tax until certain bonds
7 are no longer outstanding and unpaid; and generally relating to the motor
8 vehicle excise tax.

9 BY repealing and reenacting, with amendments,
10 Article – Transportation
11 Section 13–809(a)(3)
12 Annotated Code of Maryland
13 (2006 Replacement Volume and 2006 Supplement)
14 (As enacted by Chapter 361 of the Acts of the General Assembly of 2001)

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

17 **Article – Transportation**

18 13–809.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (a) (3) “Total purchase price” means the price of a vehicle agreed on by
2 the buyer and the seller, including any dealer processing charge, [with no] **LESS AN**
3 allowance for trade-in [or] **BUT WITH NO ALLOWANCE FOR** other nonmonetary
4 consideration.

5 SECTION 2. AND BE IT FURTHER ENACTED, That, notwithstanding the
6 provisions of Section 1 of this Act, the modified definition of “total purchase price” for
7 the purposes of the calculation of the motor vehicle excise tax imposed on a vehicle
8 under § 13–809(a) of the Transportation Article as enacted under Section 1 of this Act
9 does not apply until any Consolidated Transportation Bonds that were issued by the
10 Department of Transportation before July 1, 2007 no longer remain outstanding and
11 unpaid; provided, however, that in any fiscal year for which funds are appropriated by
12 the General Assembly to pay the principal of and interest on the Department of
13 Transportation’s Consolidated Transportation Bonds due and payable in that fiscal
14 year, the Motor Vehicle Administration shall collect the reduced motor vehicle excise
15 tax imposed on a vehicle by utilizing the modified definition as enacted under Section
16 1 of this Act.

17 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
18 July 1, 2007.