

SENATE BILL 636

Q5

3lr2234
CF 3lr2594

By: **Senator Manno**

Introduced and read first time: February 1, 2013

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Motor Vehicle Excise Tax – Leased Vehicles – Application of Trade-In Value**

3 FOR the purpose of altering the definition of “total purchase price” for purposes of the
4 motor vehicle excise tax to exclude from the computation of the tax a certain
5 allowance for the trade-in of certain vehicles; and generally related to the
6 trade-in allowance allowed for purposes of the motor vehicle excise tax.

7 BY repealing and reenacting, with amendments,
8 Article – Transportation
9 Section 13–809(a)(3)
10 Annotated Code of Maryland
11 (2012 Replacement Volume)

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

14 **Article – Transportation**

15 13–809.

16 (a) (3) (i) Subject to subparagraph (ii) of this paragraph, “total
17 purchase price” means the price of a vehicle agreed on by the buyer and the seller,
18 including any dealer processing charge, less an allowance for trade-in but with no
19 allowance for other nonmonetary consideration.

20 (ii) As to a person trading in a [nonleased] vehicle to enter into
21 a lease for a period of more than 180 consecutive days, “total purchase price” means
22 the retail value of the vehicle as certified by the dealer, including any dealer
23 processing charge, less an allowance for the trade-in of the [nonleased] vehicle but
24 with no allowance for other nonmonetary consideration.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
2 July 1, 2013.