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## **SALES TAX ON THE DIFFERENCE**

**House Bill 4236**

**Sponsor: Rep. Doug Spade**

**Committee: Tax Policy**

**Complete to 3-17-99**

### **A SUMMARY OF HOUSE BILL 4236 AS INTRODUCED 2-9-99**

The bill would amend the General Sales Tax Act so that when a motor vehicle was used as part payment for another vehicle (i.e., as a trade-in), the sales tax would be applied to the difference between the agreed-upon value of the vehicle being used as part payment and the full retail price of the vehicle being purchased.

MCL 205.51

**House Bill 4236 (3-17-99)**

Analyst: C. Couch

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■ This analysis was prepared by nonpartisan House staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.