



House Office Building, 9 South
Lansing, Michigan 48909
Phone: 517/373-6466

NO SALES TAX ON THE VALUE OF “TRADE-IN” MOTOR VEHICLE

House Bill 4068
Sponsor: Rep. Doug Spade
Committee: Tax Policy

Complete to 2-7-03

A SUMMARY OF HOUSE BILL 4068 AS INTRODUCED 1-28-03

The bill would amend the General Sales Tax Act to provide that in the case where a motor vehicle was used as part payment in a retail sale of another motor vehicle (that is, as a “trade-in”), the sales tax would be applied to the difference between the agreed-upon value of the motor vehicle being traded in and the full retail price of the motor vehicle being purchased.

MCL 205.51

House Bill 4168 (2-7-03)

Analyst: C. Couch

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