

HOUSE No. 4950

By Mr. Natsios of Holliston, petition of Andrew S. Natsios relative to the sales tax on motor vehicles or trailers traded in on another motor vehicle or trailer. Taxation.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Eighty-Two.

AN ACT RELATIVE TO THE TRADE-IN OF MOTOR VEHICLES OR TRAILERS.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 Chapter 64H of the General Laws is hereby amended by striking
2 out section 26, as most recently amended by section 1 of chapter
3 557 of the acts of 1980, and inserting in place thereof the following
4 section: —

5 *Section 26.* Where a trade in of a motor vehicle or trailer is
6 received by a dealer in such vehicles, upon the sale of another
7 motor vehicle or trailer to a consumer or user, the tax shall be
8 imposed only on the difference between the sale price of the motor
9 vehicle or trailer purchased and the amount allowed on the motor
10 vehicle or trailer traded in on such purchase. When any such motor
11 vehicle or trailer traded in is subsequently sold to a consumer or
12 user, the tax provided for in this chapter shall apply. For the
13 purpose of this section the term "motor vehicle" means any self-
14 propelled vehicle designed for use and used primarily upon the
15 highway.

