

MAINE STATE LEGISLATURE

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FIRST REGULAR SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

NO. 756

H.P. 558 House of Representatives, March 13, 1987
Reference to the Committee on Taxation suggested and
ordered printed.

EDWIN H. PERT, Clerk

Presented by Representative McPHERSON of Eliot.

STATE OF MAINE

IN THE YEAR OF OUR LORD
NINETEEN HUNDRED AND EIGHTY-SEVEN

AN ACT Concerning Tax Deductions.

Be it enacted by the People of the State of Maine as
follows:

36 MRSA §2015 is enacted to read:

§2015. Private sales of motor vehicles

A person who applies the proceeds of a casual
sale of a motor vehicle, within 30 days of that sale,
toward the purchase of another motor vehicle shall
receive, upon presentation of appropriate documenta-
tion to the State Tax Assessor, a refund of the por-
tion of state sales or use tax paid on, or with re-
spect to, the purchase of the 2nd motor vehicle,
which is equivalent to the product of the tax rate
provided by section 1811 for sales of tangible per-

1 sonal property and the value of the consideration for
2 which the first motor vehicle was sold. Appropriate
3 documentation shall include, without limitation,
4 bills of sale for both sales transactions.

5 STATEMENT OF FACT

6 This bill provides for a partial refund of state
7 sales and use tax paid by a person who has sold a mo-
8 tor vehicle and used the proceeds, within 30 days, to
9 buy another motor vehicle. The result provides to
10 the private seller a benefit equivalent to the credit
11 presently provided by the Maine Revised Statutes, Ti-
12 tle 36, section 1765, against the selling price of a
13 motor vehicle toward which another motor vehicle is
14 traded.

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