

HB 869 -- MOTOR VEHICLE SALES TAX EXEMPTION (Solon)

COMMITTEE OF ORIGIN: Standing Committee on Transportation

The bill authorizes a state and local sales and use tax exemption for motor vehicles, trailers, boats, or outboard motors owned and used by the following:

- (1) A not-for-profit civic, social, service, or fraternal organization in its civic or charitable functions and activities;
- (2) A private, not-for-profit elementary school, secondary school, or higher education institution in the conduct of its educational functions and activities; and
- (3) An elementary school, secondary school, or higher education institution in the conduct of its education functions and activities that are supported by public funds.

Any transfer of motor vehicles, trailers, boats, or outboard motors because of a corporate merger, liquidation, exchanges of stock or securities, capital contribution, purchasing a partnership interest, dividend distribution, or liquidation of partnership interest is also included in the exemption.