HB 1447 -- LOCAL SALES TAX MOTOR VEHICLES

SPONSOR: Redmon

COMMITTEE ACTION: Voted "Do Pass" by the Standing Committee on Emerging Issues by a vote of 11 to 0. Voted "Do Pass" by the Select Committee on General Laws by a vote of 7 to 0.

This bill requires voter approval of the local taxing jurisdiction before the local sales tax can be imposed on the titling of motor vehicles, trailers, boats, or outboard motors purchased from a source other than a licensed Missouri dealer.

This bill is the same as HB 194 (2015).

PROPONENTS: Supporters say that in 2012, the court changed the tax law on motor vehicles purchased out-of-state, stating that the purchase is a use tax and not a sales tax. The bill is an extension of a bill passed for collecting local use tax on out-of state purchases of motor vehicles. The bill simply allows a city or county to re-submit the local sales tax on the titling of a motor vehicle on a ballot after November 2016.

Testifying for the bill were Representative Redmon; Missouri Municipal League; Missouri Automobile Dealers Association; and Missouri Association Of Counties.

OPPONENTS: There was no opposition voiced to the committee.