

HB 590 -- TAXATION

SPONSOR: Knight

COMMITTEE ACTION: Voted "Do Pass" by the Special Committee on Tax Reform by a vote of 9 to 0. Voted "Do Pass" by the Standing Committee on Rules- Legislative Oversight by a vote 8 to 0.

This bill exempts the sale of a motor vehicle that is more than 10 years old, and sold for the purchase price of less than \$25,000, from sales tax.

PROPONENTS: Supporters say that used merchandise should not be taxed because such items were already taxed when originally purchased. Specifically, most 10 year old motor vehicles have already been sold, on average, three separate times. Taxing this type of motor vehicle is therefore unfair.

Testifying in person for the bill was Representative Knight.

OPPONENTS: Those who oppose the bill say that a decrease or elimination of such taxes would have a substantial impact on the funding for Missouri's transportation systems.

Testifying in person against the bill was Missourians For Transportation Investment.

Written testimony has been submitted for this bill. The full written testimony and witnesses testifying online can be found under Testimony on the bill page on the House website.