

# MOTOR VEHICLE USAGE TAX

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## Contact Information:

- Sales and Use Tax: 502-564-5170
  - Boats, ATVs, utility trailers, house trailers, dirt bikes
  - Fax: 502-564-2041
  - Email: [KRC.WEBRESPONSESALESTAX@KY.GOV](mailto:KRC.WEBRESPONSESALESTAX@KY.GOV)
  - Website: [Sales & Use Tax - Department of Revenue \(ky.gov\)](#)
- Property Tax: 502-564-8180
  - Ad Valorem Taxes
  - MoTax
    - Questions regarding registration renewals (postcard)
  - Fax: 502-564-8923
  - Email: [MotorVehiclePropertyTax@ky.gov](mailto:MotorVehiclePropertyTax@ky.gov)
  - Website: [Motor Vehicle Property Tax - Department of Revenue \(ky.gov\)](#)
- Transportation Cabinet: 502-564-1257
  - All title related issues, renewing registration, license plates, rebuilds, etc.
  - U-Drive-It
  - Website: [Vehicle Titling - DRIVE \(ky.gov\)](#)
- KAVIS: 502-564-1257
  - Website: [KAVIS - DRIVE \(ky.gov\)](#)
- **Motor Vehicle Usage Tax:** 502-564-4455
  - On-road vehicles, recreational vehicles, camping trailers, motorcycles
  - Fax: 502-564-2906
  - Email: [MotorVehicleUsageTax@ky.gov](mailto:MotorVehicleUsageTax@ky.gov)
  - Website: [Motor Vehicle Usage Tax - Department of Revenue \(ky.gov\)](#)

**Motor Vehicle Usage Tax** (MVUT) statutes and regulations can be found in KRS [138.450](#) thru [138.470](#) and [103 KAR 44](#).

- “Retail Price” in statute refers to taxable value.

### Notarized Affidavit (Affidavit)

- Per [KRS 138.450\(22\)](#) "Notarized affidavit" means a dated affidavit signed by the buyer and the seller on which the signature of the buyer and the signature of the seller are individually notarized;
- Revenue will accept cases where a signature by the buyer and seller are on separate documents. Each signature must be notarized separately.

Example:

CITY	COUNTY	STATE	ZIP
<u>Bill Smith</u> SELLER'S SIGNATURE			
<u>5/6/24</u> DATE OF TRANSFER			
<u>John Doe</u> Attesting Official			
Sworn or affirmed before me this <u>6</u> day of <u>May</u> 20 <u>24</u>			
My commission #: <u>123456</u> Expiration: <u>11/10/24</u>			

  

COUNTY LIEN TO BE FILED IN
<u>Jane Williams</u> OWNER/BUYER(S) SIGNATURE(S)
<u>John Doe</u> Attesting Official
Sworn or affirmed before me this <u>6</u> day of <u>May</u> 20 <u>24</u>
My commission #: <u>123456</u> Expiration: <u>11/10/24</u>

COUNTY CLERK USE ONLY

### Trade-Ins

- The trade-in must also be a motor vehicle. Examples include cars, trucks, motorhomes, and recreational vehicles with living quarters (i.e., towable campers, travel trailers and fifth wheels).
  - [HB360](#) (25RS), expanded the definition of motor vehicle to include recreational vehicles. Therefore, recreational vehicles not subject to MVUT, registered before July 1, 2023 may receive MVUT trade-in credit for transactions beginning July 1, 2023.
  - SB 63 (25RS) allowed Street Legal Special Purpose Vehicles to be registered. Therefore, these vehicles may receive MVUT trade-in credit for transactions beginning June 28, 2025.
  - Examples of trade-in's that are not eligible for MVUT trade-in tax credit are guns, boats, and bulldozers.
  - A motor vehicle offered for trade must be presented at time of purchase to be eligible for a trade-in credit. A trade-in credit is **not** allowed after the sale has occurred.
  - Vehicles sold prior to the date of purchase **cannot** be used as a trade-in.
  - A vehicle that is traded in but not on a Kentucky title will receive trade-in credit if:
    - The vehicle traded in is registered in the purchaser's name.
- Note:** Vehicles that are leased and not in an individual name do not qualify for trade-in allowance.
- There is no statutory limit to the number of trades allowed.

## Move-Ins KRS 138.450(14)

### Requirements – Must be:

- A **used** motor vehicle.
- Titled or registered by a new resident for the first time in Kentucky.
  - Not every out-of-state title is a move-in. Some states require all vehicles sold to be titled in that state. If the vehicle was purchased by a Kentucky resident, refer to page 5 or 6.

### Taxable Value

- The trade-in value as listed in the prescribed reference manual.
- \$100 for older used motor vehicles whose values no longer appear in the reference manual.

### Tax Credit KRS 138.460(6)(a)

When offering a vehicle for registration for the first time in Kentucky which was registered in another state that levied a tax substantially identical to MVUT, a credit against the usage tax equal to the amount of tax paid to the other state and otherwise due in Kentucky will be granted. No credit shall be given for taxes paid in another state if that state does not grant similar credit to substantially identical taxes paid in Kentucky.

Required documentation:

- Registration or title document from previous state showing tax paid or;
- Purchase Contracts showing tax paid to the previous state.
- If resident provides tax collection documentation from multiple states, the Kentucky Department of Revenue (KDOR) will allow credit for total tax paid. Example: Individual that purchased vehicle in Indiana, titled in Florida, then moves to Kentucky.

If documentation showing tax paid cannot be provided, then:

- Presumed credit can be given in certain situations.
  - **See Presumed Tax Credit List - Appendix # 1.**
  - Credit cannot be presumed for all states.
  - Credit cannot be presumed for another country.
  - Credit cannot be presumed on leased vehicles.

**Note:** Georgia does not allow credit for taxes paid to other states. Therefore, Kentucky cannot allow tax credit to Georgia residents moving to Kentucky on vehicles that were purchased after March 1, 2013.

## New Vehicle Registrations

### Taxable Value (Retail Price) - New Vehicles:

- [KRS 138.4603\(2\)\(a\)](#) - The value of the purchased motor vehicle offered for registration and the value of the vehicle offered in trade shall be attested to in a notarized affidavit.
- [KRS 138.4603\(2\)\(b\)](#) –
  - (1) If a notarized affidavit is not available, retail price shall be 90% of manufacturer's suggested retail price (MSRP) including all standard and optional equipment, and transportation charges.
  - (2) The value of the vehicle offered in trade shall be the trade-in value, as established by the reference manual.
- MSRP (window sticker) must be provided per [103 KAR 44:060\(Section 4\)](#).
- Rebates cannot be deducted from MSRP.
- KDOR cannot provide a MSRP.
- MSRP should **not** be obtained from the on-line J.D. Power website.
- Optional equipment must be included per [KRS 138.4603](#).
- **See New Vehicle Registration examples - Appendix # 2.**

## Used Vehicle Transfer (In-State)

### Taxable Value (Retail Price) - Used Vehicles:

- [KRS 138.450\(16\)](#) Retail price for used motor vehicles means the total consideration given, excluded any amount allowed as a trade-in allowance by the seller as attested to in a notarized affidavit, provided that the selling price is not less than fifty percent (50%) of the difference between the trade-in value of the motor vehicle offered for registration and the trade-in value of any motor vehicle offered in trade.
  - Sale price of the vehicle **must** be included in the notarized affidavit.
  - Floor Formula: Trade-in value of purchased vehicle MINUS trade-in value of vehicle(s) given in trade = DIFFERENCE/2
  - See Floor Examples – Page 17
- [KRS 138.450\(16\)\(c\)](#) If a notarized affidavit is not made available, “retail price” shall be established by the department through the use of the reference manual.
  - [103 KAR 44:060](#):
    - Prescribes the reference manuals.
    - Prescribes that the average retail value shall be used.
    - Is applicable at time of title or registration.
    - The same rules are applicable to salvage/rebuilt titles.
      - **The floor does not apply to vehicles on a branded title.**
    - **See Used Vehicle Registration examples - Appendix # 3.**

# Taxable value for certain specific vehicle types

## All documentation must be scanned into PODD

### Modified or Converted Vehicle

- Affidavit not available, and no reference manual value available.
  - Multipurpose Form ([71A101](#)) is required, Sections A & E.
  - Documentation needed: Receipts, front and back of cancelled check, or Bill of Sale.
- If sales receipts or bill of sale (purchase documentation) is not received contact KDOR for revenue code and valuation.

### Handicapped Equipped Vehicle KRS138.4603(1)(b)

- Multipurpose Form ([71A101](#)) required, Sections A & C.
- Documentation of the amount paid for equipment or adaptive devices must be submitted with the multi-purpose form.

### Loaner/Rental Vehicles

- Loaner/Rental Vehicles will be registered to dealerships that have loaner accounts with KDOR.
- The dealership should provide their valid loaner number (tax account number) on the affidavit at the time of registration.
- **See Loaner Vehicle Registration example - Appendix # 4.**

### Gift KRS 138.450(17)

- Taxable value shall be the trade-in value (average) given in the reference manual.
- Affidavit must be correctly completed.
- Examples include:
  - Vehicles inherited on out-of-state title.
  - Vehicles won from raffle, etc.
  - Individual receives a vehicle donation from a charity.
  - **See Gift examples - Appendix # 5.**

### U-Drive-It (UDI)

- UDI is an alternative method for paying MVUT as prescribed by [KRS 138.460](#).
- UDI Certificate # assigned by the Kentucky Transportation Cabinet should be provided on the affidavit at the time of registration.

## Exemptions KRS 138.470

All transactions are considered taxable unless the taxpayer claims an exemption and provides the proper documentation. All documentation must be scanned into PODD.

### Local, State, and Federal Government KRS 138.470(1)

- Confirm official status of the Agency with written documentation.
- Vehicle must be registered in name of the Governmental Agency. Cannot be registered in the individual's name, such as a local official.
- Does not require government plate.

### Charitable and Educational Institution KRS 138.470(2)

- Schools/Colleges/Universities – both public and private
- Motor vehicles titled or registered to institutions of purely public charity and institutions of education and not used or employed for gain by any person or corporation.
  - Churches are not exempt.
  - Individuals receiving a vehicle as a donation from a charitable institution are not exempt. See “Gift”.
  - **IRS determination letters provided for verification can vary in appearance but should clearly state the following information:**
    - Public/Private status
    - Charitable status
    - If there is a question on the validity of the IRS letter, refer to: <https://www.irs.gov/charities-non-profits/search-for-tax-exempt-organizations>

### Dealers KRS 138.470(3) and (20)

- Dealers are only exempt from MVUT on vehicles which are being held for resale.
- Vehicles driven by the dealership for any reason besides customer test drives require normal registration plates and are subject to MVUT.
- If the dealership is also operating as a UDI, there will be an separate UDI account with the Kentucky Transportation Cabinet. See “UDI”.
- Dealers are not required by statute to collect MVUT. If a dealer chooses to collect and pay MVUT on behalf of the buyer, they should remit the amount of MVUT collected from the customer.



### Military KRS 138.470(4)

- Multipurpose Form ([71A101](#)) required, Sections A & B.
- If Kentucky Resident: Must be stationed in Kentucky and purchased vehicle from a Kentucky registered dealer. Copy of military orders required.
- If Non-resident of Kentucky: Must be stationed in Kentucky and purchased from a Kentucky registered dealer. Copy of current Leave Earning Statement (less than 120 days old) required.
- If both Leave Earning Statement and Military Orders are received; scan both into PODD.
- The exemption includes National Guardsmen and Reservists but only when on orders from the U.S. Government (Title 10 and 32-includes annual training).
- Soldiers are responsible for providing documentation showing that they were on duty in Kentucky on the day of the vehicle purchase.

### Spouse/Spouse, (Step) Parent/(Step) Child, Grandparent / Grandchild KRS 138.470(6)

- Multipurpose Form ([71A101](#)) required, Sections A & D.
- The notarized signature is required of the person claiming the exemption. If multiple exemptions are being claimed on one form, a notarized signature for each person claiming an exemption is required. All persons involved in a multi-line exemption must be Kentucky residents.
- Exemptions can only be claimed living family members. If transfer involves a deceased family member, refer to Will or Court Order sections on page 10.
- **See Relation Exemption examples - Appendix # 6.**

### Corporation, Proprietorship and LLC KRS 138.470(8), (10), and (11)

- A MVUT exemption involving a business and an individual **ONLY** applies when a vehicle is being transferred between an LLC to/from a Member of the LLC
- Documentation required showing all information relevant to claiming the exemption such as articles of incorporation/dissolution, organization showing members, parent/subsidiary relationship, etc.
- Scenarios:
  - Transfer between and Corporation A and John Doe – **MVUT DUE**
  - Transfer between John Doe LLC and John Doe who is a member of John Doe LLC – **EXEMPT**
  - John Doe LLC changes its business organization to John Doe Corp – **EXEMPT** within 6-months
  - Company A LLC transfers vehicle to Company B LLC and companies are not related– **MVUT DUE**

### Will and Court Orders KRS 138.470(9)

- Motor vehicles transferred by will, court order, or under the statutes covering descent and distribution of property, if the vehicles were titled in Kentucky on or after July 1, 2005, or previously registered in Kentucky;
  - For Kentucky Registered Vehicles Only.
  - For out-of-state titled vehicles, see “Gift”.
  - Portion of will or Court Documentation showing ordering of vehicle transfer is required. Will or Court Order can be from another state.
    - “Order Dispensing with Administration” exempts the Petitioner, designee, or Preferred Creditor. However, the “Petition to Dispense with Administration” is not a court order.
    - Executors or Administrators are not exempt from usage tax unless additional court order is provided showing that individual also received the vehicle.

### Trust KRS 138.470(17)-(19)

- (17) Motor vehicles transferred to a trustee to be held in trust, or from a trustee to a beneficiary of the trust, if a direct transfer from the grantor of the trust to all individual beneficiaries of the trust would have qualified for an exemption from the tax pursuant to subsection (6) or (9) of this section;
- (18) Motor vehicles transferred to a trustee to be held in trust, if the grantor of the trust is a natural person and is treated as the owner of any portion of the trust for federal income tax purposes under the provisions of 26 U.S.C. secs. 671 to 679;
- (19) Motor vehicles transferred from a trustee of a trust to another person if:
  - (a) The grantor of the trust is a natural person and is treated as the owner of any portion of the trust for federal income tax purposes under the provisions of 26 U.S.C. secs. 671 to 679; and
  - (b) A direct transfer from the grantor of the trust to the person would have qualified for an exemption from the tax pursuant to subsection (6) or (9) of this section;
- All relevant parts of the trust must be provided.

## MVUT Refunds

- Refunds will be issued to the owner of the vehicle unless an Authorization Letter is submitted and signed by the customer.
- There is not a specific form to submit for a refund.
  - State the reason for refund: incorrect model, vehicle registered in error, applicable exemption, etc.
  - Can be submitted by email, fax, or mail.
    - Email address: [KRS.WEBResponseMotorVehicleUsageTax@ky.gov](mailto:KRS.WEBResponseMotorVehicleUsageTax@ky.gov)
    - Fax: 502-564-2906
    - Mailing address: Kentucky Department of Revenue  
501 High Street  
Station 64  
Frankfort, KY 40601

## Appendix # 1 – Move-in Presumed Tax Credit

PRESUMED TAX CREDIT				
This list is to be used only in those instances where proof of actual tax paid is not available				
November 2022				
T/R	STATE	TAX RATE	ACCEPT	COLLECTS ON KY-RESIDENTS
T/R	ALABAMA	2.000%	Sales and Use Tax	No
	ALASKA	NONE	NONE	N/A
R	ARIZONA	5.600%	Sales and Use Tax	YES
R	ARKANSAS	6.500%	Sales and Use Tax	No
				YES
T/R	CALIFORNIA	7.250%	Sales and Use Tax	(Installment Contract Accepted)
T/R	COLORADO	2.900%	Sales and Use Tax	No
T/R	CONNECTICUT	6.350%	Sales and Use Tax	No
T/R	DELAWARE	4.250%	Vehicle Document Fee	No
T/R	DIST. OF COLUMBIA	6.000%	Excise Tax	No
T/R	FLORIDA	6.000%	Sales and Use Tax	YES DR-123
T/R	GEORGIA	Prior to 3/1/13 - 4% After 3/1/13 - NONE	Sales and Use Tax Title Ad Valorem Tax	No
T/R	HAWAII	4.000%	General Excise Tax	No
T/R	IDAHO	6.000%	Sales and Use Tax	No
T/R	ILLINOIS	6.250%	Sales and Use Tax	No
T/R	INDIANA	7.000%	Sales and Use Tax	YES ST-108
T/R	IOWA	5.000%	Sales and Use Tax	No
T/R	KANSAS	6.500%	Sales and Use Tax	No
T/R	KENTUCKY	6.000%	Motor Vehicle Usage Tax	No
T/R	LOUISIANA	4.450%	Sales and Use Tax	No
R	MAINE	5.500%	Sales Tax	No
T/R	MARYLAND	6.000%	Excise Titling Tax	No
R	MASSACHUSETTS	6.250%	Sales and Use Tax	YES ST-7R
T/R	MICHIGAN	6.000%	Sales and Use Tax	YES RD-108
R	MINNESOTA	6.500%	Sales and Use Tax	No
T/R	MISSISSIPPI	5.000%	Sales and Use Tax	No
T/R	MISSOURI	4.225%	Sales and Use Tax	No
	MONTANA	NONE	NONE	N/A
R	NEBRASKA	5.500%	Sales and Use Tax	No
R	NEVADA	6.850%	Sales and Use Tax	No
	NEW HAMPSHIRE	NONE	NONE	N/A
		BEFORE JAN. 01 2017 7% BETWEEN JAN - DEC 2017 2017 6.625% AFTER JAN 01 2018 6.25%		
T/R	NEW JERSEY		Sales and Use Tax	No
T/R	NEW MEXICO	4.000%	Excise Tax	No
R	NEW YORK	4.000%	Sales and Use Tax	No
T/R	NORTH CAROLINA	3.000%	Highway Use Tax	No
T/R	NORTH DAKOTA	5.000%	Motor Vehicle Excise Tax	No
T/R	OHIO	5.750%	Sales and Use Tax	No
T/R	OKLAHOMA	3.250%	Excise Tax	No
	OREGON	NONE	NONE	N/A
T/R	PENNSYLVANIA	6.000%	Sales and Use Tax	No
T/R	RHODE ISLAND	7.000%	Sales and Use Tax	No
		PRIOR TO 07/01/2017 5% up to \$300 on or after 07/01/2017 5% up to \$500		
T/R	SOUTH CAROLINA		Sales and Use Tax	YES ST-385
T/R	SOUTH DAKOTA	4.000%	Motor Vehicle Excise Tax	No
T/R	TENNESSEE	7.000%	Sales and Use Tax	No
T/R	TEXAS	6.250%	Sales and Use Tax	No
T/R	UTAH	4.850%	Sales and Use Tax	No
R	VERMONT	6.000%	Purchase and Use Tax	No
T/R	VIRGINIA	4.150%	Motor Vehicle Sales and Use Tax	No
T/R	WASHINGTON	6.800%	Retail Sales Tax	YES
T/R	WEST VIRGINIA	6.000%	Privilege Tax	No
T/R	WISCONSIN	5.000%	Sales and Use Tax	No
T/R	WYOMING	4.000%	Sales and Use Tax	No

## Appendix # 2 – New Vehicle Registrations

The following examples were also provided to dealerships to demonstrate how to correctly fill out the Affidavit.

### New Vehicle - Purchase Price

**Example #1** A customer purchased a new vehicle and tax is based on purchase price.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	20,000	Trade In \$	Net Cost \$	Tax \$
			20,000	1,200.00
Make	Model	Year	Vin No.	Title No.
Make	Model	Year	Vin No.	Title No.

Purchase price must match what is on invoice.

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### New Vehicle with Trade-in - Purchase Price

**Example #2** A customer purchased a new vehicle for \$20,000 and had a trade-in allowance of \$5,000 and tax is based on the purchase price.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	20,000	Trade In \$	15,000	Tax \$
		5,000		900
Make	Pontiac	Model	Year	Vin No.
		Firebird	1999	1G2WJ14T4PF207424
Title No.	123456789			
Make	Model	Year	Vin No.	Title No.

Purchase price and trade allowance must match what is on invoice.

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### New Vehicle with Trade-in and Rebate - Purchase Price

**Example #3** A customer purchased a new vehicle for \$20,000 with a rebate of \$1,000 and had a trade-in allowance of \$5,000 and tax is based on the purchase price.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	19,000	Trade In \$	Net Cost \$	Tax \$
		5,000	14,000	840
Make	Pontiac	Model	Year	Vin No.
		Firebird	1999	1G2WJ14T4PF207424
Title No.	123456789			
Make	Model	Year	Vin No.	Title No.

Purchase price and trade allowance must match what is on invoice.

## Appendix # 2 (continued) – New Vehicle Registrations

### New Vehicle – MSRP

**Example #4** A customer purchased a new vehicle for \$20,000 and tax is based on 90% of the MSRP of \$21,500.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	MSRP	Trade In \$	Net Cost \$	Tax \$ 1,161
Make	Model	Year	Vin No.	Title No.
Make	Model	Year	Vin No.	Title No.

Optional Equipment must be included per KRS 138.4603.

MSRP must be submitted per 103 KAR 44:060.

Rebates cannot be deducted from MSRP.

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### New Vehicle with Trade-in – MSRP

**Example #5** A customer purchased a new vehicle for \$45,540 and traded in a used vehicle and tax is based on MSRP.

		TOTAL CONSIDERATION AND TRADE-IN INFORMATION					
Sale Price \$		MSRP	Trade In \$		Book Value	Net Cost \$	
						Tax \$ 1,200	
Make	Pontiac	Model	Firebird	Year	1999	Vin No.	1G2WJ14T4PF207424
						Title No.	123456789
Make		Model		Year		Vin No.	
						Title No.	

The value of the vehicle offered in trade shall be the trade-in value, as established by the reference manual. KRS 138.4603

MSRP must be submitted per 103 KAR 44:060.

Rebates cannot be deducted from MSRP.

## Appendix # 3 – Used Vehicle Registrations

### Used Vehicle - Purchase Price

**Example #6** A customer purchased a used vehicle for \$10,000 and did not have a trade-in and tax is based on the purchase price.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	10,000	Trade In \$	Net Cost \$	Tax \$
			10,000	600
Make	Model	Year	Vin No.	Title No.
Make	Model	Year	Vin No.	Title No.

Purchase price must match what is on invoice.

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### Used Vehicle with Trade-in - Purchase Price

**Example #7** A customer purchased a used vehicle for \$10,000 and had a trade-in allowance of \$5,000 and tax is based on the purchase price.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	10,000	Trade In \$	Net Cost \$	Tax \$
		5,000	5,000	300
Make	Pontiac	Model Firebird	Year 1999	Vin No. 1G2WJ14T4PF207424
				Title No. 123456789
Make	Model	Year	Vin No.	Title No.

Purchase price and trade allowance must match what is on invoice.

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### Used Vehicle with Multiple Trades - Purchase Price

**Example #8** A customer purchased a used vehicle for \$20,000 and trades multiple motor vehicles and tax is based on the purchase price.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	20,000	Trade In \$	Net Cost \$	Tax \$
		15,000	5,000	300
Trade # 1 \$9,000				
Trade # 2 \$6,000				
Make	Pontiac	Model Firebird	Year 1999	Vin No. 1G2WJ14T4PF207424
				Title No. 123456789
Make	Chevy	Model	Year 2005	Vin No. 1G4WEJ13PS304824
				Title No. 769842597

KAVIS will now allow multiple trade-ins. List all trade-ins on the form.

Purchase price and trade allowance must match what is on invoice.

## Appendix # 3 (continued) – Used Vehicle Registrations

### Used Vehicle - Book Value

**Example #9** A customer purchased a used vehicle for \$10,000 with no trade-in and tax is based on book value.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION					
Sale Price \$	Retail Book	Trade In \$	Net Cost \$	Retail Book	Tax \$ 480
Make	Model	Year	Vin No.	Title No.	
Make	Model	Year	Vin No.	Title No.	

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### Used Vehicle with Trade-in - Book Value

**Example #10** A customer purchased a used vehicle for \$10,000 and had a trade-in allowance of \$5,000 and tax is based on book value.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION					
Sale Price \$	Retail Book	Trade In \$	Retail Book	Net Cost \$	Tax \$
Make Pontiac	Model Firebird	Year 1999	Vin No. 1G2WJ14T4PF207424	Title No. 123456789	
Make	Model	Year	Vin No.	Title No.	



## Appendix # 3 (continued) – Used Vehicle Registrations

### Used Vehicle - Purchase Price - 50% Floor

**Example #11** A customer purchased a used vehicle for (with or without a trade), for less than the 50% floor.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	1,000	Trade In \$	Net Cost \$	Tax \$ 60
Make	Model	Year	Vin No.	Title No.
Make	Model	Year	Vin No.	Title No.

When the vehicle is registered at the clerk's office the taxable amount will be adjusted to 50% of the trade-in value which will result in additional tax due.

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### Blank Affidavit

**Example #12** A customer purchased a used vehicle and a blank affidavit was submitted.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$		Trade In \$	Net Cost \$	Tax \$
Make	Model	Year	Vin No.	Title No.
Make	Model	Year	Vin No.	Title No.

This transaction will be taxed at the retail book value. If that value is greater than the purchase price, there is no statutory provision for a refund.

## Appendix # 4 - Loaner Vehicles

### Loaner Program

**Example #13** Dealership is entering a vehicle into the Loaner/Rental program.

\* Loaner # 00000

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
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Sale Price \$	Trade In \$	Net Cost \$	Tax \$
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Make	Model	Year	Vin No.	Title No.
Make	Model	Year	Vin No.	Title No.

Please indicate above sale price on the affidavit the dealership loaner number. This is exempt from motor vehicle usage tax.

## Appendix # 5 – Gift

### Gift

**Example #14**      Vehicle was received as a gift.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	<b>GIFT</b>	Trade In \$	Net Cost \$	Tax \$ <b>420</b>
Make	Model	Year	Vin No.	Title No.
Make	Model	Year	Vin No.	Title No.

Taxable value is the trade-in value listed in the reference manual.

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### Purchase Price - \$0

**Example #15**      Vehicle was received for no consideration.

TOTAL CONSIDERATION AND TRADE-IN INFORMATION				
Sale Price \$	<b>0</b>	Trade In \$	Net Cost \$	Tax \$ <b>540</b>
Make	Model	Year	Vin No.	Title No.
Make	Model	Year	Vin No.	Title No.

Taxable value is the trade-in value listed in the reference manual.

## Appendix # 6 – Relation Exemption

### PARENT CHILD

71A101 (01-26)  
Commonwealth of Kentucky  
DEPARTMENT OF REVENUE

### MOTOR VEHICLE USAGE TAX MULTI-PURPOSE FORM



#### SECTION A

Date: 1/1/26

Plate Number: ABC123 Title Number: 0123456789

Vehicle Identification Number (VIN): (INSERT VIN)

Registration County: -Select Item Year: VEH YEAR Make: MAKE Model: MODEL

Registration Applicant's Name: JOHN DOE

(Signature required in applicable section of form for proper completion)

The Department of Revenue may deny the exemption claimed if the form is incomplete or requested documentation is not submitted. Applicant(s) will be liable for any additional tax, plus applicable penalty and interest.

KRS 190.990(5) provides that any person who willfully and fraudulently submits a false statement as to the total and actual consideration paid for a motor vehicle is guilty of a Class D felony and subject to a fine of not less than \$2,000 per offense.

Please Note: For those vehicles whose values are not found in the prescribed price reference manuals, contact the Motor Vehicle Usage Tax Section at (502)-564-4455.

#### SECTION D

☐ Spouse / Spouse

☒ (Step) Parent / (Step) Child

☐ Grandparent / Grandchild

JANE DOE, is the MOTHER of JOHN DOE *John Doe*  
(Printed Name) (Relationship) (Printed Name) (Signature of Person Claiming the Exemption)  
1/1/26

Attesting Official / Notary Signature

Date

Subscribed and sworn to before me this 1ST day of JANUARY 20 26

F  
A  
M  
I

## Appendix # 6 (continued) – Relation Exemption

### GRANDPARENT GRANDCHILD

71A101 (01-26)  
Commonwealth of Kentucky  
DEPARTMENT OF REVENUE

### MOTOR VEHICLE USAGE TAX MULTI-PURPOSE FORM



#### SECTION A

Date: 1/1/26

Plate Number: ABC123 Title Number: 0123456789

Vehicle Identification Number (VIN): (INSERT VIN)

Registration County: -Select Item Year: VEH YEAR Make: MAKE Model: MODEL

Registration Applicant's Name: JOHN DOE

(Signature required in applicable section of form for proper completion)

The Department of Revenue may deny the exemption claimed if the form is incomplete or requested documentation is not submitted. Applicant(s) will be liable for any additional tax, plus applicable penalty and interest.

KRS 190.990(5) provides that any person who willfully and fraudulently submits a false statement as to the total and actual consideration paid for a motor vehicle is guilty of a Class D felony and subject to a fine of not less than \$2,000 per offense.

Please Note: For those vehicles whose values are not found in the prescribed price reference manuals, contact the Motor Vehicle Usage Tax Section at (502)-564-4455.

#### SECTION D

☐ Spouse / Spouse ☐ (Step) Parent / (Step) Child ☒ Grandparent / Grandchild

JANE DOE is the GRANDMOTHER of JOHN DOE John Doe  
(Printed Name) (Relationship) (Printed Name) (Signature of Person Claiming the Exemption)  
1/1/26  
Date

Attesting Official / Notary Signature

Date

Subscribed and sworn to before me this 1ST day of JANUARY 2026

F  
A  
M  
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## Appendix # 6 (continued) – Relation Exemption

### MULTI-LINE EXEMPTION

71A101 (01-26)  
Commonwealth of Kentucky  
DEPARTMENT OF REVENUE

### MOTOR VEHICLE USAGE TAX MULTI-PURPOSE FORM



#### SECTION A

Date: 1/1/26

Plate Number: ABC123 Title Number: 0123456789

Vehicle Identification Number (VIN): (INSERT VIN)

Registration County: -Select Item Year: VEH YEAR Make: MAKE Model: MODEL

Registration Applicant's Name: JOHN DOE

(Signature required in applicable section of form for proper completion)

The Department of Revenue may deny the exemption claimed if the form is incomplete or requested documentation is not submitted. Applicant(s) will be liable for any additional tax, plus applicable penalty and interest.

KRS 190.990(5) provides that any person who willfully and fraudulently submits a false statement as to the total and actual consideration paid for a motor vehicle is guilty of a Class D felony and subject to a fine of not less than \$2,000 per offense.

Please Note: For those vehicles whose values are not found in the prescribed price reference manuals, contact the Motor Vehicle Usage Tax Section at (502)-564-4455.

#### SECTION D

☐ Spouse / Spouse

☒ (Step) Parent / (Step) Child

☐ Grandparent / Grandchild

CLARICE DOE, is the DAUGHTER of JAMES DOE James Doe  
(Printed Name) (Relationship) (Printed Name) (Signature of Person Claiming the Exemption)  
1/1/26

Attesting Official / Notary Signature

Date

Subscribed and sworn to before me this 1ST day of JANUARY 20 26

F  
A  
M  
I  
L  
Y  
  
R  
E  
L  
A

JAMES DOE, is the FATHER of JOHN DOE John Doe  
(Printed Name) (Relationship) (Printed Name) (Signature of Person Claiming the Exemption)  
1/1/26

Attesting Official / Notary Signature

Date

Subscribed and sworn to before me this 1ST day of JANUARY 20 26