

5/16/2024

# Valuing Vehicles 20 years of age or older in accordance with KRS 132.485.

## How to value vehicles 20 twenty years of age or older in accordance with KRS 132.485.

(b) In the case of motor vehicles that are twenty (20) years old or older:

1. It shall not be presumed that a vehicle has been maintained in, or restored to, the original factory or otherwise classic condition or that its value has increased over the previous year;

2. In assessing motor vehicles under this paragraph and calculating the taxes due thereon, through the AVIS or otherwise, if the registrant does not appear before the property valuation administrator to assess the vehicle, the standard value shall be as follows:

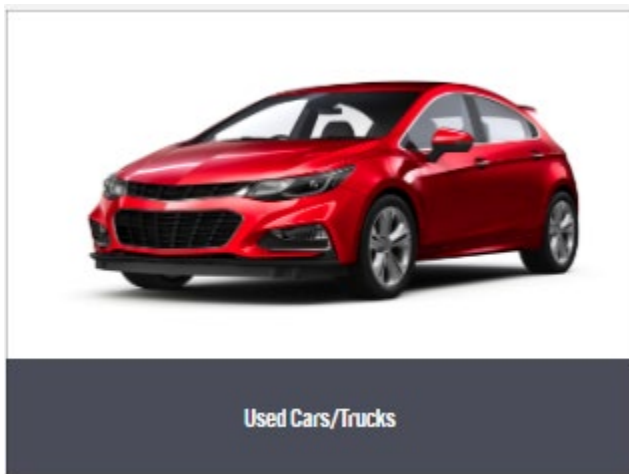
a. The actual valuation of the vehicle as was assessed in the vehicle's nineteenth year, if the vehicle was assessed for taxation in the Commonwealth in that year; or

b. The average trade-in value prescribed by the applicable edition of the valuation manual for the vehicle in its nineteenth year, if the vehicle was not assessed for taxation in the Commonwealth in that year; reduced by ten percent (10%) annually for each year beyond nineteen (19) years; and

3. In the case of any motor vehicle for which the assessment procedure provided in subparagraph 2.b. of this paragraph would apply but cannot be carried out because the applicable edition of the valuation manual is unavailable, the property valuation administrator shall conduct an assessment of the vehicle to determine the value thereof for the given taxable year. The assessment under this subparagraph may be done in person if the vehicle's owner presents the vehicle at the property valuation administrator's office, or the assessment may be done through a review of photographs and other documentary evidence. In subsequent years, that valuation shall be reduced by ten percent (10%) annually.

For 2024 vehicles, trucks and motorcycles should match via a VIN during the mass appraisal for vehicles 2005 and newer. If for some reason a match is not produced via the mass appraisal the PVA office shall value the vehicle utilizing the average trade-in from the standard valuation guide.

The JD Power online user guide for used cars/trucks contains vehicles up to 19 years old, for 2024 that would be vehicles 2005 and newer.  $2024 - 19 = 2005$ .



### EXAMPLE 1

The example below is for a 2003 vehicle to be assessed for 1/1/2024. The vehicle is 21 years old.  $2024 - 2003 = 21$ .

**VIN:** JTHBF30G430138164  
**Vehicle Type:** Passenger Auto  
**Style:** Sedan (4 door)  
**Year:** 2003  
**Make:** LEXS  
**Model:** ES300  
**Model #:**  
**VIN Sequence #:** 999

You would need to go back to 1/1/2022 year ( $2003 + 19 = 2022$ ) to get the 19<sup>th</sup> year and then reduce by 10% for each year from the assessment date of 1/1/2024.

You can change the year date in JD Power to go back to other years.

The screenshot shows the 'Vehicle Selection' form. The 'Period' field is set to 'January' and '2024', which are circled in red. A calendar dropdown is open, showing the month of January with the 31st highlighted. Other fields include 'Region', 'Ref #', 'VIN', 'Search', 'Year', 'Mileage', 'Make', and 'Adjustment'.

Changed date to January 1, 2022, Central Region, copied VIN from KAVIS and select blue decode box.

The screenshot shows the 'Vehicle Selection' form with updated values: 'Period' is 'January 1, 2022', 'Region' is 'Central Region', 'VIN' is 'JTHBF30G430138164', 'Year' is '2022', and 'Mileage' is '0'. A blue 'Decode' button is visible next to the VIN field.

The average trade-in on January 1, 2022 was \$2,325.

JTHBF30G430138164 2003 Lexus ES Sedan 4D ES300 3.0L V6

	Rough Trade-In	Average Trade-In	Clean Trade-In
e	\$1,350	\$2,325	\$3,150
age Adj.	N/A	N/A	N/A
ion Adj.	N/A	N/A	N/A
. Value	\$1,350	\$2,325	\$3,150

For more detailed Auction information, click here.

By reducing the 1/1/2022 value by 10% annually for 2 years you get a value of 1,883.

2022	2,325
2023	2,093
2024	1,883

The example below is for a 1996 vehicle to be assessed for 1/1/2024. The vehicle is 28 years old. 2024-1996 = 28.

**EXAMPLE 2**

<b>VIN:</b>	4TAWM72N9TZ125381
<b>Vehicle Type:</b>	Truck
<b>Style:</b>	Pickup
<b>Year:</b>	1996
<b>Make:</b>	TOYT
<b>Model:</b>	TACOMA
<b>Model #:</b>	
<b>VIN Sequence #:</b>	998

You would need to go back to 1/1/2015 year (1996 + 19 = 2015) to get the 19<sup>th</sup> year and then reduce by 10% for each year from the assessment date of 1/1/2024.

Changed date to January 1, 2015, Central Region, copied VIN from KAVIS and select blue decode box.

**Vehicle Selection**

Period:

Region:

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Ref #:

VIN:

Year:  Make:

Mileage:  Adjustment:

**4TAWM72N9TZ125381 1996 Toyota Tacoma Extended Cab 4WD**

	Rough Trade-In	Average Trade-In	Clean Trade-In
Base	\$2,875	\$3,675	\$4,325
Mileage Adj.	N/A	N/A	N/A
Condition Adj.	N/A	N/A	N/A
Final Value	\$2,875	\$3,675	\$4,325

For more detailed Auction information, click here.

Reducing the 1/1/2015 value by 10% annually for 9 years you get a value of 1,424.

2015	3,675
2016	3,308
2017	2,977
2018	2,679
2019	2,411
2020	2,170
2021	1,953
2022	1,758
2023	1,582
<b>2024</b>	<b>1,424</b>