

Assessment of Sales and Use Tax by Surrounding States
Casual Sales of Vehicles

MARYLAND

(410) 787-2978

For vehicles 7 years old or newer
5% of the NADA book value

or

Notarized bill of sale from buyer and the seller

Minimum value of vehicle is \$640 making the minimum tax \$32

NORTH CAROLINA

(919) 733-6948

3% of computer value – a private company provides the computer value which is slightly less than NADA – North Carolina law requires that the computer value not exceed wholesale value – Has been in place since 1989

There is no cap and no minimum

TENNESSEE

(615) 253-0600

Tax is assessed on the actual consideration between buyer and seller (when reasonable). As an administrative rule a reasonable threshold is 75% of the NADA value. If the threshold is not reasonable, the buyer is required to obtain an affidavit from the seller attesting to the sale price. This has alleviated many problems for Tennessee such as recorded sale prices of \$50 and a lien of \$10,000 on the vehicle. The affidavit has been used for approximately 3 years.

WEST VIRGINIA

(304) 558-4809

If the vehicle is less than 2 years old, Blue Book value. Otherwise a notarized bill of sale is accepted as long as the bill of sale is at least 50% of the blue book value. If the bill of sale is less than 50% of the Blue Book value, the Blue Book value is used to assess the tax.