



MICHIGAN DEPARTMENT OF STATE

Jocelyn Benson, Secretary of State

Lansing, Michigan 48918-0001

Sales Tax Trade-In Credit for Recreational Vehicles

Agency: Secretary of State

Date: February 9, 2018

Effective January 18, 2018 – Full Sales Tax Trade-In Credit for Recreational Vehicles

Sales Tax Trade-In Credit

Beginning January 18, 2018, owners trading in a motor home or trailer coach receive a sales tax credit for the vehicle's full trade-in value.

Like watercraft, owners receive 100% sales tax trade-in credit if the owner trades in their motor home or recreational vehicle for the purchase of a new or used motor home or recreational vehicle from a vehicle dealer. Unlike with other vehicles, there is no limit to the sales tax credit amount.

As defined by the Michigan Vehicle Code, recreational vehicles include motor homes, trailer coaches, pickup campers, and park models. It does not include trailers.

Cars, trucks, and motorcycles will continue to receive the partial trade-in sales credit of the trade-in vehicle's value or \$4,000, whichever is lower.

This information will be updated in the Dealer Manual.

Contact Information for Questions

Frequently asked questions (FAQs) have been updated for vehicle dealers on the Secretary of State Website to find answers related to the sales tax trade-in credit. This bulletin is available on the Department's Website under Legislation and Rules and can be accessed using the following link:

http://www.michigan.gov/sos/0,4670,7-127-49534_50300_78624---,00.html

Questions may also be directed to the Department of State Information Center toll-free number at (888) 767-6424 8:30 a.m. to 5:00 p.m. Monday through Friday.

Dealers with specific sales tax questions may contact the Michigan Department of Treasury's Technical Services Section at 517-636-4357.