

D-07-22-04

Date: July 22, 2022

Bulletin: All Dealers and Tag and Title Agencies

From: Business Licensing and Compliance

Subject: Legislation Update 2

The following are additional highlights of bills that have passed and may have a direct impact on dealer and/or titles services. Licensees and vendors who contract with us will be advised if any of this legislation will affect your business related to the processing of your customers transactions. The legislation from the 2022 session is as follows:

HB 0497/SB 0109 Vehicle Excise Tax – Exemption – Active-Duty Military - Effective July 1, 2022

For the purpose of exempting a vehicle owned by a member of the military on active duty or who returns to the State from active duty from the vehicle excise tax under certain circumstances; and generally relating to an exemption from the vehicle excise tax for active-duty military members.

Under 13-810 of Maryland Vehicle Law “MILITARY” includes the Commissioned Corps of the Public Health Service, the National Oceanic and Atmospheric Administration, the Coast and Geodetic Survey as well as all branches of the military. A vehicle is exempt from the EXCISE TAX IMPOSED on issuance of an Original Certificate of Title if the vehicle:

- Is owned by a member of the Military on active duty, and
- Was formerly titled and registered in another state by the military member.

The documents that are required to submit via the portal or in-person are:

- Out of State Title in The Military person’s name applying for the tax exemption, or
- Military Order or DD-214, and
- VR-005 - Application for certificate of title, revised form dated 06-22