SALES OF MOTOR VEHICLES TO NONRESIDENTS

NONRESIDENT STATE TAX RATE SCHEDULES and

ARIZONA COUNTY TAX RATE SCHEDULES

REVISED NOVEMBER 1, 2012*

**** This document is revised as necessary – check back for future revisions***

For use in completing **WORKSHEET A/B** to compute the Arizona State Transaction Privilege Tax (adjusted to the state tax rate of the nonresident's state), County Excise Tax, and Form TPT-1 Deduction Amounts. Arizona Transaction Privilege Tax Procedure **TPP 08-1** (**www.azdor.gov/Business/TransactionPrivilegeTax/MotorVehicleSales.aspx**) addresses all sales to nonresidents from certain states that qualify for full or partial exemption from Arizona transaction privilege tax.

Enter the nonresident's state tax rate on LINE 2 of the WORKSHEET:

STATE	TAX %		*ENTER:*	STATE	TAX %		*ENTER:*	STATE	TAX %		*ENTER:*
AL	2.0%		0.020	KY	6.0%		0.060	NC	3.00%		0.030
AK	0.0%		0.000	LA	4.0%		0.040	ND	5.00%		0.050
CA	6.25%		0.0625	MA	6.25%		0.0625	OH	5.50%		0.055
CO	2.9%		0.029	ME	5.0%		0.050	OR	0.00%		0.000
CT	6.35%		0.0635	MI	6.0%		0.060	PA	6.00%		0.060
FL	6.0%		0.060	MN	6.5%		0.065	*SC	5.00%		0.050*
GA	4.0%		0.040	MO	4.225%		0.04225	SD	3.00%		0.030
HI	4.0%		0.040	MT	0.0%		0.000	TX	6.25%		0.0625
IA	5.0%		0.050	NE	5.50%		0.055	UT	4.70%		0.047
ID	6.0%		0.060	NH	0.00%		0.000	VT	6.00%		0.060
IL	6.25%		0.0625	NM	3.00%		0.030	WI	5.00%		0.050
KS	6.3%		0.063	NY	4.00%		0.040	WY	4.00%		0.040

**** Max SC tax is $300***

Enter the applicable Arizona county tax rate on LINE 4 of the WORKSHEET:

COUNTY	TAX %		*ENTER:*	COUNTY	TAX %		*ENTER:*	COUNTY	TAX %		*ENTER:*
APA	0.5%		0.005	GRN	0.5%		0.005	PMA	0.50%		0.005
COH	0.5%		0.005	LAP	1.50%		0.015	PNL	1.10%		0.011
COC	1.125%		0.01125	MAR	0.7%		0.007	STC	1.00%		0.010
GLA	1.00%		0.010	MOH	0.25%		0.0025	YAV	0.75%		0.0075
GRA	0.5%		0.005	NAV	0.50%		0.005	YMA	1.10%		0.011

Nonresidents from AR, DE, D.C., MD, MS, OK, VA and WV: These states do not provide "reciprocity" for taxes paid in Arizona. (In other words, these states do not allow a credit for tax paid in Arizona) A.R.S. § 42-5061(A)(28)(a) provides an exemption from Arizona transaction privilege tax and county excise tax for motor vehicle sales to nonresidents who are from these states. See Arizona Transaction Privilege Tax Procedure **TPP 08-1** for information and documentation requirements.

Nonresidents from IN, NV, NJ, RI, TN, and WA: Because these states have higher tax rates than Arizona's 6.6% transaction privilege tax rate, motor vehicle sales to nonresidents from these states are subject to Arizona taxes if the nonresident purchaser takes possession of the vehicle in Arizona. These states will allow a credit for the **state** tax paid in Arizona when the nonresident registers the vehicle in his or her home state.