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1   **HOUSE BILL NO. 465**
2   Offered January 10, 2018
3   Prefiled January 7, 2018
4 *A BILL to amend and reenact § 58.1-1402 of the Code of Virginia, relating to watercraft sales and use*
5   *tax.*
6   ————————
                        Patrons—Carter, Hope and Plum
7   ————————
8   Referred to Committee on Finance
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10   **Be it enacted by the General Assembly of Virginia:**
11 **1. That § 58.1-1402 of the Code of Virginia is amended and reenacted as follows:**
12   **§ 58.1-1402. Tax levied.**
13   There is hereby levied and imposed, in addition to all other taxes and fees of every kind now
14 imposed by law, a tax upon the sale of every watercraft sold in this Commonwealth, upon the use in
15 this Commonwealth of any watercraft and upon the gross receipts from the lease, charter or other use of
16 any watercraft by a registered dealer in this Commonwealth. The amount of the tax to be collected shall
17 be determined by applying the following rate against the sale price, market value or gross receipts:
18   1. ~~Two~~ *-Four and fifteen one-hundredths* percent of the sale price of each watercraft sold in the
19 Commonwealth.
20   2. ~~Two~~ *Four and fifteen one-hundredths* percent of the sale price of each watercraft not sold in the
21 Commonwealth but required to be titled in the Commonwealth. However, if the watercraft is first
22 required to be titled in the Commonwealth six months or more after its acquisition, the tax shall be two
23 percent of the market value of such watercraft at the time it is titled.
24   3. ~~Two~~ *Four and fifteen one-hundredths* percent of the gross receipts from the lease, charter or other
25 use of any watercraft by a registered dealer.
26   ~~The maximum tax levied under subdivisions 1 and 2 of this section shall be $2,000.~~ A transaction
27 taxed under subdivision 1 shall not be taxed under subdivision 2 or 3, nor shall the same transaction be
28 taxed more than once under either subdivision 1, 2 or 3. Use of any watercraft by a registered dealer
29 resulting in taxation under subdivision 3 shall not exempt any subsequent sale or use of such watercraft
30 from being taxed under subdivision 1 or 2 if applicable.