

off of that, and the car isn't hurt any either. But you get to be able...you are able to buy this car at a reduced price and that is where a lot of those big cars, that's how they get them back out onto the market.

SENATOR CHAMBERS: But, Senator Janssen, somebody then is able to use a brand new car without paying any sales tax on it for the time that they use it, if it's dealer to dealer.

SENATOR JANSSEN: No. No, when they sell that...when that car is sold, say, to Hertz Rent A Car, then there is sales tax, then they pay the sales tax on it. Hertz would pay the sales tax.

PRESIDENT ROBAK: One minute.

SENATOR CHAMBERS: If a dealer uses the car himself or herself...

SENATOR JANSSEN: Then they do not pay the sales tax until they...until that car is sold to a...like myself, then I pay it.

SENATOR CHAMBERS: So the dealer can use the car up to 10,000 miles without paying sales tax on it?

SENATOR JANSSEN: No, I...no, I...I, well, it would be...

SENATOR CHAMBERS: Where would...

SENATOR JANSSEN: ...it would be to his disadvantage if he drove the thing 10,000 miles, if he had a brand new car. If it's a leased car, it's going to have quite a few miles on it already.

SENATOR CHAMBERS: Who gains from what it is we're doing here? What this...what this language says that if the car has at least 10,000 miles on it...

SENATOR JANSSEN: Right.

SENATOR CHAMBERS: ...then it must be discounted 15 percent, there must be 15 percent reduction in value of the car.

SENATOR JANSSEN: The reason for that, my understanding of this, Senator Chambers, is that that car has got, say, 15 to 10, 15,000 miles on it, the dealer is going to be able to sell that car at a reduced cost. Because of the mileage that's on it, the