

CONVERTING OFF-ROAD TO STREET-LEGAL

With one month until Off-Road Vehicles can be legally titled and registered as Street Legal Special Purpose Vehicles (SLSPV) in Kentucky, it's a good time to prepare for some of the costs associated with that conversion.

6% SALES/USAGE TAX

This is the big one. Previously, sales/usage tax was only collected by the Clerk Office on Off-Road vehicles when purchased from an out-of-state dealer. When converting from an Off-Road to SLSPV, the Clerk Office will need to collect Usage Tax on the retail value of the vehicle unless written proof of the previous payment of that tax is provided in that owner's name. Usage Tax will also be collected when transferring ownership of SLSPVs, just like any other vehicle.

AD VALOREM TAX

Also like other vehicles that are titled and registered in Kentucky, SLSPVs will be subject to a renewal fee in the owner's birth month. The biggest part of that fee will be a tax that is based on the vehicle's value as of January 1st in the renewal year. That tax will come due at either the time of renewal or within 30 days of the transfer of the vehicle.



Refer to SB 63 for additional information