



WEDNESDAY'S
News You Can Use

TAVT

Title Ad Valorem Tax



**Georgia Department of Revenue Motor
Vehicle Division**

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Georgia Department of Revenue



To be informative regarding Title Ad Valorem Tax (TAVT) and some of the most common exemptions.

Title Ad Valorem Tax (TAVT)

1

TAVT became effective, March 1, 2013. It replaced Sales Tax and Annual Ad Valorem Tax

2

This is a one-time tax paid at the time the vehicle is titled.

3

TAVT is paid every time the vehicle ownership is transferred or when new residents register their vehicles for the first time.

Title Ad Valorem Tax (TAVT)

Based on current FMV of the vehicle

FMV is **currently 6.6%**

Exempt from sales and use tax

Title Ad Valorem Tax (TAVT)

Exempt from **Annual** Ad Valorem

Subject to Title and Registration fees

\$18.00 Title fee

\$20.00 Registration Fee

Title documents are presented to County, County collects title, registration & TAVT fees

Title Ad Valorem Tax (TAVT) Exempt – Ad Valorem Tax Required

Non-titled vehicles and trailers are exempt from TAVT – but are subject to annual ad valorem tax.

Commercial trucks traveling outside of the state are exempt from TAVT – but are subject to AAVT (Alternative Ad Valorem Tax)

Ad Valorem Tax

Vehicles are returned for **Annual** Ad Valorem Tax Payment

- Taxes are due on the first listed owners' birthday
- If the vehicle is company owned, the ad valorem payment would be due at the end of state assigned month



Tax-exempt status

Title Ad Valorem Tax (TAVT) Exemption

- **Full Exemption:** TAVT is **not charged** because legal requirements are met, which creates the exception for omittance of the tax related payment.

Title Ad Valorem Tax (TAVT)

- Loaner Vehicles (MV-67)
- Government Vehicles
 - Vehicles purchased and title to Federal, State or Local Governments
 - The \$18 title fee is required
- Georgia Dealers (MV-66)
 - Dealer acquiring or foreclosing a Security Interest
 - Certificate of Title supported with a Surety Bond
 - Mechanics Lien
 - Total Loss Claim Payment
 - Vehicle sold without a marketable Certificate of Title
- TAVT Exempt Business Transactions (MV-66A)
 - Business Reorganization
 - Title Transfer from Company-to-Company Owner
 - Title transfer from Owner of Company to Company
 - Company to Company with Majority Owner
 - Public Safety – First Responders
 - Repossessed Vehicles

Title Ad Valorem Tax (TAVT)

- Active-Duty Military stationed in GA
- Certain Military Personnel based on pre-determined legal requirements.
 - Disabled Veterans Qualifications
 - Purple Heart
 - POW
 - Medal of Honor
- Return to Georgia Residents

Title Ad Valorem Tax (TAVT)

- These Veterans, must first meet these qualifying factors:
 - Must be a Georgia Resident
 - Must be a US Citizen
- Additional Qualifying factors apply based on specific plate type
- *Note: Upon the death of the veteran the **unmarried surviving spouse may retain** the plate. The tax-exempt status does not transfer making TAVT applicable. except for the case of the POW plate.*



Title Ad Valorem Tax (TAVT) – Reduce Rates



Reduced Rate: TAVT is charged at a rate that is **below** the standard rate, which causes a reduction in the amount of taxes due.

Title Ad Valorem Tax (TAVT)

Reduced TAVT Exemptions include the following:

- New Residents to Georgia
- Family Transfers
 - Spouse, Parent, including Step-Parent/Child
 - Child, Sibling,
 - Grandparent
 - Grandchild
- Death/Divorce/Inheritance
- Conditional Titles
- Older Year Model Vehicles



Title Ad Valorem Tax (TAVT)



- Family Transfers
 - Spouse, Parent, including Step-Parent/Child
 - Child, Sibling,
 - Grandparent
 - Grandchild
- Death/Divorce/Inheritance

Note: If the vehicle is already falls under TAVT. the reduce rate is .05%. If moving to TAVT the full rate would apply. In the case of divorce if the reduce rate is applicable it will calculated at the rate of 1%.

Important Dates for DRIVES Financials



TAVT Distribution

Type	Local and State
Prerequisites	Open District Work Items and Closing Office
Available	<ul style="list-style-type: none"> • 2 days after the prior month • 1 day after closing office • 1 day after completion of Open District Work Items
Due Date	20 th of the following month
Standard State Percentage	35%
Standard Local Percentage	65%

TAVT Account



If you are experiencing a local outage and you will not be able to remit by the due date, it is important to notify MVD promptly.



The **law does not allow** for an extension, so these requests must be for extreme circumstances only.



MVD **does not** have the ability to reverse a paid penalty.

Tag & Title (Fee Account)



If you are experiencing a local outage and you will not be able to remit by the due date, it is important to notify MVD promptly.



The **law allows for an extension** for justifiable cause only. Example is an office closure due to COVID.



MVD will allow **one extension per calendar year**, for non-justifiable reasons



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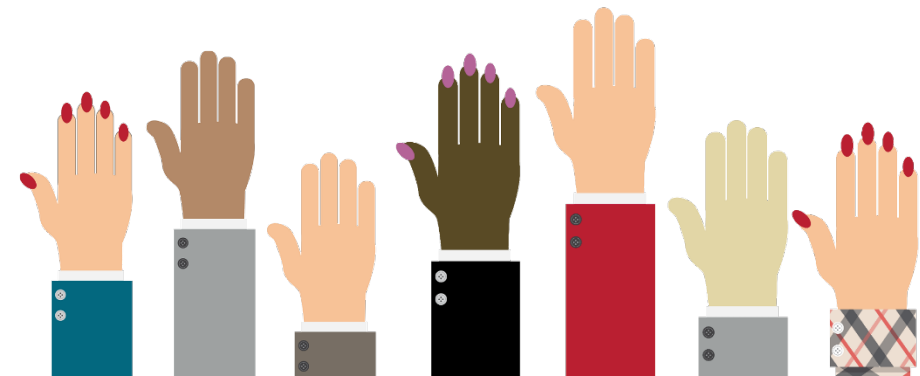
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QUESTIONS?



Thank You!



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