

Motor Vehicle Mill Rate Cap

Beginning with the October 1, 2015, grand list, there will be a cap on the motor vehicle mill rate (MVMR). The cap will be 37 mills for the 2015 grand list year and 32 mills for each grand list year after that. Any municipality or district may establish a mill rate for motor vehicles that is different from its mill rate for real property.

Special taxing districts and boroughs may not impose a mill rate that, when combined with the municipality's MVMR, would exceed the cap. Municipalities with more than one taxing district are allowed to set a uniform MVMR across the entire municipality.

For municipalities that set their MVMR at 32 mills prior to the effective date of the legislation, their rate must be the lesser of:

1. the rate they set for real and personal property, other than motor vehicles, for the October, 1, 2015, assessment year;
2. the rate they set after the effective date of the legislation that is less than 37 mills; or
3. 37 mills.