

Utah State Tax Commission  
**Clean Fuel Vehicle Tax Credit**

**Do not send this form with the return. Keep this form and all related documents with your records.**

Utah law allows a nonrefundable credit against individual, corporation, or fiduciary tax for the purchase or conversion of a vehicle that uses cleaner burning fuels. The credit may only be taken once per vehicle or equipment and must be certified by the Utah Division of Air Quality and claimed in the taxable year in which purchased, leased or converted. If the credit exceeds the tax liability for the year, the excess credit may be carried forward for up to five taxable years. Partnerships, S corporations and fiduciaries pass this credit through to their partners, shareholders and beneficiaries.

**Read the instructions on the second page to learn what information and documentation you must provide the Department of Air Quality for each credit type.**

**Part 1 Taxpayer Information** (Completed by the taxpayer)

Taxpayer's name	Telephone number	Last four numbers of SSN or EIN
Address	City, state and Zip code	
Vehicle Identification Number (VIN) or serial number (if equipment)		

**Part 2 Clean Fuel Credit and Carryover Calculation** (Complete a separate form for each qualified vehicle or equipment)

You may apply for a clean fuel credit for the purchase or lease of a plug-in hybrid vehicle and/or a new qualified electric, natural gas, or propane vehicle. Also, you may apply for a clean fuel credit for the purchase of equipment to convert a vehicle to run on electricity, natural gas, or propane and/or equipment to convert special mobile engines.

I am applying for a clean fuel credit for: (check one)

- |   |  |
|---|--|
| <input type="checkbox"/> Purchase of plug-in hybrid vehicle   | <input type="checkbox"/> Lease of plug-in hybrid vehicle                         |
| <input type="checkbox"/> Purchase of electric, natural gas, or propane vehicle                            | <input type="checkbox"/> Lease of electric, natural gas, or propane vehicle      |
| <input type="checkbox"/> Purchase of equipment to convert vehicle to electricity, natural gas, or propane | <input type="checkbox"/> Purchase of equipment to convert special mobile engines |

1. (Completed by the Utah Division of Air Quality) <b>Total clean fuel credit</b> .....	1	\$	
2. (Completed by taxpayer) <b>Current tax liability from tax return</b> .....	2		
3. (Completed by taxpayer) <b>Carryover tax credit allowed</b> - subtract line 1 from line 2 .....	3		

If the result is zero, you have reduced your tax due liability to zero and there is no carryover amount.  
 If the result is an amount less than zero, you have reduced your tax due liability to zero and have a carryover for future tax returns for up to five years. If the result is more than zero, you have reduced your tax due, but you still have a tax due liability balance.

1st year carryover	2nd year carryover	3rd year carryover	4th year carryover	5th year carryover
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1st year carryover - If you have any unused tax credit from line 3, enter that in 1st year carryover.  
 2nd through 5th year carryover - If there is still unused tax credit after using the 1st year carryover, record that credit in the 2nd year through 5th year carryover as long as there is a carryover credit.

**NOTE: The credit code is "05" for all returns.** See the specific return instructions for the line number on which to claim the credit.

**Part 3 Certification of Clean Fuel Vehicle Tax Credit**

I certify under penalty of perjury and subject to the provisions of Utah Code Section 76-8-504 ("written false statement") that the vehicle or special equipment meet all of the requirements of Utah Code Section 59-7-605 or Section 59-10-1009.	DEQ stamp of approval (required)
Taxpayer's signature X	Date

**OBTAINING APPROVAL:** Sign the certification statement in Part 3 above and then email this form with all required documents to [cleanfueltaxcredit@utah.gov](mailto:cleanfueltaxcredit@utah.gov); or fax to **801-536-0085**; or mail to the Utah Division of Air Quality, PO Box 144820, Salt Lake City, UT 84114-4820; or deliver to the Utah Division of Air Quality, 195 North 1950 West, Salt Lake City, Utah. Please allow four to six weeks for processing time. For more information go to [cleanfuels.utah.gov/taxcredits/taxcreditsintro.htm](http://cleanfuels.utah.gov/taxcredits/taxcreditsintro.htm), or call the Tax Commission at 801-297-2200 or 1-800-662-4335 if outside the Salt Lake area.

## Instructions for the Clean Fuel Vehicle Tax Credit - TC-40V

Taxpayers may claim a nonrefundable tax credit against Utah individual income tax, corporate franchise tax or fiduciary tax. (See Utah Code sections 59-7-605 and 59-10-1009)

The credit may only be taken once per vehicle. It must be certified and claimed in the taxable year in which the item is purchased or converted.

### **Required documentation for a purchase or lease of plug-in hybrid vehicle, electric vehicle, or natural gas or propane vehicle**

- 1a. Proof of Purchase: an original or copy of the purchase order, customer invoice, or receipt that includes the name of the taxpayer seeking the credit, the name of the seller of the motor vehicle, the VIN, purchase date, and price of the motor vehicle;  
or
- 1b. Proof of Lease: an original or copy of the lease agreement that includes the name of the taxpayer seeking the credit, the name of the lessor of the vehicle, the VIN, the beginning date of the lease, the value of the vehicle at the beginning of the lease, and the value of the vehicle at the end of the lease
2. An original or copy of the odometer disclosure statement required in Utah Code Annotated Title 41 Chapter 1a Section 902 for the motor vehicle that was acquired as an original purchase;
3. The under-the-hood identification number or engine group of the motor vehicle; and
4. A copy of the current Utah vehicle registration in the name of the taxpayer seeking the credit.
- 5a. A copy of the motor vehicle's window sticker, which includes its Vehicle Identification Number (VIN), or equivalent manufacturer's documentation showing that the motor vehicle is an OEM natural gas, propane, qualifying electric or qualifying plug-in hybrid vehicle,  
or
- 5b. A signed statement by either an Automotive Service Excellence (ASE)-certified technician or Canadian Standards Association (CSA) America CNG Fuel System Inspector that includes the vehicle identification number (VIN) and the technician's ASE or CSA America certification number, and states that the motor vehicle is an OEM natural gas, propane, qualifying electric or qualifying plug-in hybrid vehicle.

### **Required Documentation for Motor Vehicles Converted to a Clean Fuel.**

1. an original or copy of the purchase order, customer invoice, or receipt that includes the name of the taxpayer seeking the credit; the name, address, and phone number of the person that converted the motor vehicle to run on a clean fuel; the VIN; the date of conversion; and the price of the conversion equipment installed on the motor vehicle; and
2. a copy of the current Utah vehicle registration in the name of the taxpayer seeking the credit.

### **Required Documentation for Special Mobile Equipment Converted to Clean Fuels.**

1. a description, including serial number, of the special mobile equipment for which credit is to be claimed; and
2. an original or copy of the purchase order, customer invoice, or receipt that includes the name of the taxpayer seeking the credit, the serial number, the date of conversion, and the price of the conversion equipment installed on the special mobile equipment.

### **Instructions for Part 2 (how your credit is calculated by the Utah Division of Air Quality)**

**Plug-in Hybrid Vehicle:** If you purchased a plug-in hybrid vehicle, your allowable credit is \$1,000. If you leased a plug-in hybrid vehicle, your allowable credit will be calculated using the Lease Credit Worksheet shown below.

**New Qualified Electric, Natural Gas or Propane Vehicle:** If you purchased new qualified electric, natural gas, or propane vehicle, your allowable credit is 35% (.35) of the purchase price or \$1,500, whichever is smaller. If you leased a new qualified electric, natural gas, or propane vehicle, your allowable credit will be calculated using the Lease Credit Worksheet shown below.

**Equipment to convert vehicle to run on electricity, natural gas, or propane:** If you purchased equipment to convert vehicles to electricity, natural gas, or propane, your allowable credit is 50% (.50) of the purchase price or \$1,500, whichever is smaller. There is no credit for leasing equipment.

**Equipment to convert special mobile engine:** If you purchased equipment to convert special mobile engines, your allowable credit is 50% (.50) of the purchase price or \$1,000, whichever is smaller. There is no credit for leasing equipment.

#### **Lease Credit Worksheet**

1. Enter vehicle value at beginning of lease (VBL)
2. Enter vehicle value at end of lease (VEL)
3. Subtract line 2 (VEL) from line 1 (VBL)
4. Divide line 3 by line 1 (VBL) to get the lease credit percentage

If leasing a plug-in hybrid, multiply \$1,000 by the percent on line 4. This is the leasing credit.

If leasing electric, natural gas or propane vehicle, multiply \$1,500 by the percent on line 4.  
This is the leasing credit.

**See the tax return instructions to determine the line number on which to report this clean fuel credit.**

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