



Alternative Fuel Credit

MCA 15-30-164

Name _____ Social Security Number _____

A credit is allowed to an individual, a corporation, a partnership, or a small business corporation for equipment and labor costs incurred during the tax year to convert a motor vehicle licensed in Montana to operate on alternative fuel.

Alternative fuels are defined as natural gas, liquefied petroleum gas, liquefied natural gas, hydrogen, electricity or any other fuel if at least 85% (.85) of the fuel is methanol, ethanol or other alcohol, ether, or any combination of these.

This credit cannot exceed the taxpayer's income tax liability and it cannot be carried back or carried forward. Alternative Fuel credits earned by partnerships and small business corporations must be allocated to the partners or shareholders using the same proportion used to allocate income or loss from the partnership or small business corporation.

Complete this form to calculate your credit. You must complete a separate form for each vehicle converted.

Year and Make of Vehicle _____

Date Conversion Completed _____

Gross Vehicle Weight _____

Alternative Fuel Type _____

- 1. Cost of Conversion..... 1. _____
- 2. Enter 50% (.50) of line 1..... 2. _____
- 3. a. If gross vehicle weight is 10,000 pounds or less, enter \$500.
- b. If gross vehicle weight is more than 10,000 pounds, enter \$1,000..... 3. _____
- 4. Enter the smaller of line 2 or line 3. This is your allowable credit for this vehicle..... 4. _____
- 5. Add the amounts on line 4 from each AFCR Form. This is your total allowable credit .
Enter this amount on Form 2A, Schedule II..... 5. _____

Questions? Please call (406) 444-6900 or TDD (406) 444-2830 for hearing impaired. ☎

Attach this form to your return