Montana Department of REVENUE

RESET

MONTANA
AFCR
Rev 08 10

2010 Alternative Fuel Credit

15-30-2320, MCA

Name (as it appears on your tax return) _____

Your Social Security Number or Federal Employer Identification Number

If this credit is passed through to you from a partnership or S corporation, enter the entity's name, FEIN and the percentage used to report the corporation's or partnership's income or loss for Montana income tax purposes.

Name _____ FEIN _____ Percentage _____ %

Complete a separate Montana Form AFCR for each vehicle that you converted.

Year and make of vehicle: _____ Date conversion completed: _____

Alternative fuel type: _____ Gross vehicle weight: _____

1. Enter your equipment and labor costs of the conversion here ..... 1. _____
2. Multiply the amount on line 1 by 50% (0.50) and enter the result here ..... 2. _____
3. If your gross vehicle weight is 10,000 pounds or less, enter $500 here;

   If your gross vehicle weight is more than 10,000 pounds enter $1,000 here ..... 3. _____
4. Enter the smaller of line 2 or line 3. **This is your allowable alternative fuel credit for this vehicle** ..... 4. _____
5. Add the amount on line 4 for each Form AFCR that you submit and enter the result here. **This is your total alternative fuel credit.** ..... 5. _____

Enter the amount from line 5 above on your appropriate tax return:

Form 2, Schedule V
Form CLT-4, Schedule C
Form CLT-4S, Schedule II
Form PR-1, Schedule II

General Instructions

Definitions

"**Alternative Fuel**" means natural gas, liquefied petroleum gas, liquefied natural gas, hydrogen, electricity or any other fuel if at least 85% (0.85) of the fuel is methanol, ethanol or other alcohol, ether, or any combination of these.

Who can claim this credit?

An individual, corporation, or partnership that converts a vehicle that is licensed in Montana, from operating on gasoline to operating on an alternative fuel is entitled to the credit.

How do I claim my credit when I am a partner or shareholder in a partnership or S corporation that converted the vehicle?

Your partnership or S corporation will report the credit on its informational return and provide you with your share of the credit on a Montana Schedule K-1.

Your share is based on the same proportion used by you to report your income and loss from the entity for Montana tax purposes.

When the conversion is made by your S corporation or partnership, remember to complete the information above that identifies the entity's name, federal employer identification number and your percentage.

If the credit exceeds my tax liability, can I carry any excess credit to another tax year?

No, you cannot. Your credit can only be claimed in the year the conversion is made and cannot exceed your tax liability.

What information do I have to include with my tax return when I claim this credit?

Individuals and C corporations filing paper returns must attach completed Form AFCR. S corporations and partnerships filing paper information returns must, in addition to attaching completed Form AFCR, include a separate statement identifying each owner and their proportionate share.

Questions? Please call us toll free at (866) 859-2254 (in Helena, 444-6900).

When you file your Montana income tax return electronically, you represent that you have retained all documents required as a tax record and that you will provide a copy to the department upon request. If you file electronically, you do not need to mail this form to us unless we contact you for a copy.