



## Tax Credit for the Acquisition or Lease of a New Energy-Efficient Vehicle

This form is for use by any **qualifying person** to claim a refundable tax credit for a **recognized energy-efficient** vehicle that the person, or a partnership of which said person is a member, acquired or leased on a long-term<sup>1</sup> basis after December 31, 2008, but before January 1, 2012.

The qualifying person must claim the credit for the taxation year in which the vehicle was acquired or leased. Where the qualifying person is a member of a partnership that acquired or leased the vehicle, the person must claim the credit for the taxation year that includes the end of the partnership's fiscal period in which the vehicle was acquired or leased.<sup>2</sup>

This form must be enclosed with the qualifying person's income tax return. Do not enclose any supporting documents, but keep them in case we ask for them.

Before completing this form, read the information on page 3.

### 1 Information about the qualifying person (please print)

Québec enterprise number (NEQ)	Identification number	File	Social insurance number
01a	01b	IC 0001	01c
Last name and first name of the individual, or name of the corporation			Taxation year
02			05 Y M D or 06

### 2 Information about the partnership

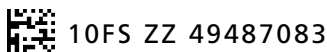
Complete this part only if the qualifying person is a member of a partnership and that partnership acquired or leased the vehicle.

Name of the partnership	Québec enterprise number (NEQ)	Identification number	End date of fiscal period
			Y M D
<b>Percentage interest in the partnership</b>			
			%

### 3 Information about the vehicles

	Vehicle 1	Vehicle 2	Vehicle 3	Vehicle 4	
Vehicle's energy source and consumption (Table 1 on page 2)					11
Make					12
Model					13
Acquisition date	Y M D	Y M D	Y M D	Y M D	14
Registration number					15
Start date of the long-term lease for a continuous period	Y M D	Y M D	Y M D	Y M D	16
Length of the long-term lease for a continuous period (minimum 12 months)					17

1. A vehicle is said to be leased on a long-term basis if the term of the lease is at least 12 consecutive months.
2. To claim the credit, the qualifying person must be a member of the partnership at the end of the fiscal period.



### 4 Tax credit

If more than four vehicles were acquired or leased, do the calculations for the additional vehicles on another copy of this form and include, on line 24 below, the total of all the amounts on line 23 of both forms.

	Vehicle 1	Vehicle 2	Vehicle 3	Vehicle 4	
Amount of the tax credit that may be granted (see Table 1 below)					18
Percentage from line 10 or 100%, as applicable	x %	x %	x %	x %	19
Multiply line 18 by line 19.	=	=	=	=	20
In the case of a vehicle leased on a long-term basis, enter the applicable rate, based on the length of the long-term lease, for purposes of calculating the tax credit (see Table 2 below).	x %	x %	x %	x %	21
Multiply line 20 by line 21.	=	=	=	=	22
For an acquired vehicle, enter the amount from line 20. For a leased vehicle, enter the amount from line 22.					23
Add all the amounts on line 23. Carry the total to line 462 of your income tax return and enter 23 in box 461. If you are claiming multiple credits on line 462, enter 99 in box 461. Corporations should carry the total from line 24 from the French version of this form to one of lines 440p to 440y of form CO-17, <i>Déclaration de revenus des sociétés</i> , and enter code 87 in the appropriate box.					24
				<b>Tax credit</b>	

### Tables used to determine the amount of the tax credit

**Table 1 Amount of the tax credit according to the year in which the vehicle was acquired or leased**

Vehicle's energy source and consumption	2009	2010	2011	
			Before March 18	After March 17
Extended-range rechargeable hybrid vehicle	N/A	N/A	N/A	\$7,769 or \$8,000, depending on battery capacity <sup>1</sup>
Gasoline consumption from 0.01 to 2.99 litres/100 km	\$3,000	\$3,000	\$3,000	\$7,769
Diesel fuel consumption from 0.01 to 2.57 litres/100 km	\$3,000	\$3,000	\$3,000	\$7,769
Gasoline consumption from 3.00 to 5.27 litres/100 km	\$2,000	\$2,000	\$1,500	
Diesel fuel consumption from 2.58 to 4.54 litres/100 km	\$2,000	\$2,000	\$1,500	
No fuel—low-speed vehicle (LSV) <sup>2</sup>	\$4,000	\$4,000	\$4,000	
No fuel—vehicle other than an LSV	\$8,000	\$8,000	\$8,000	

1. The amount is

- \$7,769 if the vehicle is equipped with a 16 kWh-capacity battery;
- \$8,000 if the vehicle is equipped with a 17 kWh-capacity battery or greater.

2. A vehicle is considered to be a low-speed vehicle if

- it is a low-speed vehicle under the federal *Motor Vehicle Safety Regulations*;
- it is registered in Québec as a restricted-use passenger vehicle and its licence plate begins with the letter C; and
- it is subject to special rules established by the Minister of Transport, in particular with respect to safety equipment and the operation of the vehicle.

**Table 2 Applicable rates, based on the length of the long-term lease, for purposes of calculating the tax credit**

Lease for a continuous period of		Applicable rate (%)	Lease for a continuous period of		Applicable rate (%)
at least	and less than		at least	and less than	
12 months	24 months	25	48 months	60 months	70
24 months	36 months	40	60 months	72 months	80
36 months	48 months	55	72 months	—	85

## Information

### Qualifying person

For the purposes of this tax credit, a qualifying person for a given taxation year is

- an individual (other than a trust)
  - who was resident in Québec on December 31 of the year, or
  - who, in a case where the individual died or ceased to be resident in Canada during the year, was resident in Québec immediately before his or her death or immediately before the time at which the individual ceased to be resident in Canada; or
- a corporation that, in the year,
  - has an establishment in Québec,
  - is not a corporation exempt from tax for the year, and
  - is not a Crown corporation or a subsidiary wholly-owned corporation of a Crown corporation.

### Recognized energy-efficient vehicle

For the purposes of this tax credit, a recognized energy-efficient vehicle is a four-wheel vehicle (other than an off-highway vehicle within the meaning of the *Act respecting off-highway vehicles*) that meets **all** of the following conditions:

- The vehicle
  - is powered entirely or partly by gasoline or diesel fuel or, in the case of a hybrid vehicle, partly by gasoline or diesel fuel and partly by electricity where the weighted fuel consumption rating<sup>1</sup> is no more than 5.27 litres per 100 kilometres, for a vehicle using gasoline, and no more than 4.54 litres per 100 kilometres, for a vehicle using diesel fuel,
  - is powered by a source of energy other than fuel,
  - is an extended-range rechargeable hybrid vehicle equipped with a 16 kWh capacity battery or greater, acquired or leased after March 17, 2011.
- The vehicle is new, that is, it is registered or deemed to be registered<sup>2</sup> for the first time in Québec, and has never been registered outside Québec, unless it was registered outside Québec with a temporary in-transit registration, so that it could be brought to Québec immediately after possession of the vehicle was taken.
- The vehicle was not acquired for resale or long-term leasing.
- If the vehicle is acquired or leased on a long-term basis by a qualifying person, it is registered in the name of that person, who is the owner, co-owner or long-term lessee of the vehicle.
- If the vehicle is acquired or leased on a long-term basis by a partnership of which the qualifying person is a member, it is registered in the name of one of the partners.

### Fiscal impact of receiving the tax credit

The qualifying person is not required to include the amount of this tax credit in calculating the person's income. However, the tax credit reduces the cost of an energy-efficient vehicle, in particular for purposes of calculating capital cost allowance.

This credit can be used to reduce instalment payments of income tax and tax on capital.

For more information, refer to sections 1029.8.36.53.21 to 1029.8.36.53.27 of the *Taxation Act*.

1. The weighted fuel consumption rating is equal to the result of the following calculation: (55% x city fuel consumption rating) + (45% x highway fuel consumption rating).

The fuel consumption ratings used in the calculation are taken from the *Fuel Consumption Guide* published annually by Natural Resources Canada.

2. A vehicle is deemed registered for the first time in Québec if the only other registration was in the name of a dealer or manufacturer that held the vehicle in inventory for the purposes of loaning it or using it for test drives. In Québec, this type of registration is accompanied by a removable licence plate whose number starts with an "X."

