Reset Form Print Form

Montana Department of REVENUE

MONTANA
PIRA
New 05-09

Purchase Incentive Rental Agreement Reporting Form

A new law (formerly HB 487, sponsored by Representative Walt McNutt) changes the definition of exempt business inventory to include certain farm machinery and construction equipment that is held pursuant to a purchase incentive rental program. It's effective for the 2009 tax year.

Dealer Name _____ FEIN _____

Address _____ _____ _____ _____
Street City State Zip Code

Contact Name _____ Phone _____

Each calendar quarter for which a farm implement and/or construction equipment dealership has qualifying equipment they must report it to their local Department of Revenue office on this form by the report due date (see the schedule at right). Contact information for local DOR offices is available on-line at *http://mt.gov/revenue/abouttheagency/officelocations.asp*

Quarter ending date_____

Quarter ending date	Report due date
March 31	April 15
June 30	July 15
September 30	October 15
December 31	January 15

Equipment Description	Year New	Make/Model	County/Location of equipment	Rental begin date	Rental end date	Renter

To qualify for this exemption, the farm implement or construction equipment must be:

- ✓ owned by a farm implement or construction equipment dealership,
- ✓ held for sale, and
- ✓ rented to a single user of the farm implement or construction equipment as an incentive for the purchase of the property.

A farm implement or item of construction equipment that is brought into the state under a purchase incentive rental program and meets the qualifications becomes taxable only if it is sold or otherwise disposed of in Montana.

A farm implement or item of construction equipment does **not** qualify for this exemption if:

- ✓ it is rented to a person for more than 9 months,
- ✓ it is rented more than once to the same person, or
- ✓ it is not owned by a farm implement or construction equipment dealership.

The status of personal property on January 1 (whether taxable or exempt) is the status for the entire year.

Additional forms are available at your local Department of Revenue office or online at *http://revenue.mt.gov*.

As part of its audit responsibility, the department may occasionally request a copy of specific purchase rental program agreements from dealers.

Questions? Call toll free (866) 859-2254 (in Helena, 444-6900) or TDD (406) 444-2830 for hearing impaired. ☎