

Claim for Refund of Use Tax Paid on Motor Vehicle Purchased from Other than a Motor Vehicle Dealer

Part I - Instructions

Statutory Authority: Conn. Gen. Stat. § 12-431(b)

General Purpose: A person purchasing a motor vehicle from a person other than a motor vehicle dealer or licensed motor vehicle lessor must pay Connecticut use tax on the average trade-in value of the vehicle as shown in the *N.A.D.A. Official Used Car Guide, Eastern Edition* for the month of purchase. The average trade-in value does not include additions or deductions such as for low or high mileage or for optional equipment or the absence of optional equipment. If the purchaser can prove the actual purchase price of the motor vehicle was less than the average trade-in value and submits a properly completed CERT-106 and the documentation described below within three years of paying the tax to the Connecticut Department of Motor Vehicles (DMV), the Department of Revenue Services (DRS) will refund the overpayment of Connecticut use tax. **Do not use CERT-106** if the actual purchase price of the vehicle equals or exceeds its average trade-in value. You owe Connecticut use tax on the actual purchase price of the vehicle.

Who Should Use This Form: Any person who:

- Purchased a motor vehicle from a person who is not a motor vehicle dealer or licensed motor vehicle lessor; **and**
- Paid less for the motor vehicle than its average trade-in value, as shown in the *N.A.D.A. Official Used Car Guide, Eastern Edition* for the month of purchase; **and**
- Paid Connecticut use tax, when registering the vehicle with DMV, based on the vehicle's average trade-in value; **and**
- Claims a partial refund of Connecticut use tax because the person can prove the actual purchase price of the motor vehicle was less than the vehicle's average trade-in value; **or**
- Claims a full refund of the Connecticut use tax because the person can prove the original purchase was exempt.

The general sales and use tax rate is 6.35%.

The tax on the sale of most motor vehicles for more than \$50,000 is 7.75%. A motor vehicle subject to this tax rate does not include:

- A motor vehicle subject to the 4.5% tax rate for vehicles purchased by members of the armed forces on full-time active duty who are not residents of Connecticut or their spouses;
- A motor vehicle having a gross vehicle weight rating of 12,500 pounds or less that is not used for private passenger purposes, but is designed or used to transport merchandise, freight or persons in connection with any business enterprise and issued a commercial registration or more specific type of registration by DMV; **or**
- A motor vehicle having a gross vehicle weight rating over 12,500 pounds.

To Submit a Claim: Submit CERT-106 and the documentation described below within three years of paying the tax to:

Department of Revenue Services
Operations Support Unit
450 Columbus Blvd Ste 1
Hartford CT 06103-1837

Supporting Documentation: All claims for refund must include the following information. If you do not provide the documentation, DRS cannot process your refund request.

- Purchaser's Declaration:** The purchaser or purchasers must complete the *Purchaser's Declaration* on the back of this form. Indicate if the motor vehicle was purchased by more than one person by checking the appropriate box in Part IV as to whether the vehicle is owned in common or jointly.
- Seller's Declaration:** The seller or sellers must complete the *Seller's Declaration* on the back of this form.
- Sales receipt:** Attach a copy of the sales receipt showing the amount of sales tax paid.
- Cancelled Check or Other Evidence of Payment of the Purchase Price of the Motor Vehicle:** If payment was made by check, attach a copy of the cancelled check issued to the seller of the vehicle (front and back). Do **not** include a copy of the check issued to DMV for payment of sales tax. If payment was not made by check, attach other evidence of payment such as a copy of the bank statement showing the withdrawal if you paid with cash.
- Explanation for Actual Purchase Price Being Less Than N.A.D.A. Average Trade-In Value:** Attach an explanation, and documenting evidence such as a dated photograph from the time the motor vehicle was acquired, repair bill, and/or appraisal of the condition of the vehicle.

You **must** complete CERT-106 in its entirety and submit the supporting documentation listed above. Submit clear, legible copies of the original documents only. DRS will not return original documents.

Notice of Allowance or Disallowance of a Claim: DRS generally gives notice that a claim for refund was allowed or disallowed within 90 days of receiving a properly completed CERT-106. Allowed claims are subject to further examination as provided by law.

For More Information: Visit the DRS website at portal.ct.gov/DRS.

Call DRS Monday through Friday, 8:30 a.m. to 4:30 p.m. at:

- **800-382-9463** (Connecticut calls outside the Greater Hartford calling area only); **or**
- **860-297-5962** (from anywhere).

TTY, TDD, and Text Telephone users **only** may transmit inquiries anytime by calling 860-297-4911. Taxpayers may also call 711 for relay services. A taxpayer must tell the 711 operator the number he or she wishes to call. The relay operator will dial it and then communicate using a TTY with the taxpayer.

Part II - Purchaser: Read the instructions first, then complete Parts II, III, and IV. Please print clearly.

| | | | |
|-------------------------------------|-------|----------|------------------------|
| Name of purchaser | Last | First | Social Security Number |
| ▶ | | | ▶ |
| Address | | | |
| ▶ | | | |
| City | State | ZIP code | |
| ▶ | | | |
| Name of purchaser (If co-ownership) | Last | First | Social Security Number |
| ▶ | | | ▶ |
| Address | | | |
| ▶ | | | |
| City | State | ZIP code | |
| ▶ | | | |

Part III - Motor Vehicle Identification and Refund Calculation

Description of Motor Vehicle

| | | | |
|-------------------------------|-------|--------------------------------------|--|
| Date of purchase | | Date of registration | |
| ▶ | | ▶ | |
| Make of vehicle | Model | Year | |
| Vehicle Identification Number | | Odometer reading on date of purchase | |

Refund Calculation

Multiply the applicable tax rate from the Tax Rate Table by the actual purchase price. Subtract this amount from the tax paid to DMV.

Value used by DMV to compute tax

| | | | |
|--|---|---|---|
| ▶ | | Tax Rate Table - Enter the applicable tax rate for your purchase in Line 2. | |
| 1. Actual purchase price | ▶ | 00 | 4.5% (.045) Qualifying active duty nonresident member of the military or their spouse regardless of purchase date; |
| 2. Enter tax rate from table above | ▶ | . | 6.35% (.0635) Date of purchase is on or after July 1, 2011, and the purchase price is equal to or less than \$50,000 before trade-in; |
| 3. Actual use tax: Multiply Line 1 by Line 2. | | ▶ | 7% (.07) Date of purchase is on or after July 1, 2011, and on or before June 30, 2015, and the purchase price is more than \$50,000 before trade-in; or |
| 4. Tax paid to DMV | | ▶ | 7.75% (.0775) Date of purchase is on or after July 1, 2015, and the purchase price is more than \$50,000 before trade-in. |
| 5. Refund claimed: Subtract Line 3 from Line 4. | | ▶ | |
| | | | 00 |
| | | | 00 |
| | | | 00 |

Part IV - Purchaser's Declaration

I, the purchaser named in Part II, declare that I purchased the motor vehicle identified in Part III from the seller named in Part V. The actual purchase price of the vehicle was \$ _____. No other consideration, such as transfers of property other than money or cancellations or offsets of debts owed by the seller, has been or will be paid or transferred by me in connection with my purchase of the vehicle identified in Part III. I declare under the penalty of law that I have examined this certificate and to the best of my knowledge and belief it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, imprisonment of not more than five years, or both.

| | | | |
|---|--------------------------------|---------------------------------------|-------------------------------------|
| Purchaser's signature | Purchaser's name (print) | Date | Telephone number |
| | | | - - |
| If co-ownership, check the appropriate box and enter the information below: | | <input type="checkbox"/> And (common) | <input type="checkbox"/> Or (joint) |
| Other purchaser's signature | Other purchaser's name (print) | Date | Telephone number |
| | | | - - |

Part V - Seller's Declaration

I, the seller, declare that I sold the vehicle identified in Part III to the purchaser named in Part II. The actual purchase price of the vehicle was \$ _____. No other consideration, such as transfers of property other than money or cancellations or offsets of debts owed to the purchaser, has been or will be paid or transferred to me in connection with my sale of the vehicle identified in Part III. I declare under the penalty of law that I have examined this certificate and to the best of my knowledge and belief it is true, complete, and correct. I understand the penalty for willfully delivering a false return to DRS is a fine of not more than \$5,000, imprisonment of not more than five years, or both.

| | | | |
|--------------------------|-----------------------------|------|------------------|
| Seller's signature | Seller's name (print) | Date | Telephone number |
| | | | - - |
| Seller's address | | | |
| ▶ | | | |
| Other seller's signature | Other seller's name (print) | Date | Telephone number |
| | | | - - |
| Other seller's address | | | |
| ▶ | | | |