

# Motor Vehicle Rental Tax Exemption Certificate

*This certificate is **not** valid for tax-free registration. This exemption certificate **must** be attached to the rental contract.*

Make of vehicle		Vehicle identification number	
Model year	Body style	License plate number	

The undersigned claims exemption from payment of motor vehicle gross rental receipts tax under the Taxes on Sale, Rental and Use of Motor Vehicle Law (TEX. TAX CODE ANN. ch 152), on the rental of the above described motor vehicle from:

Name of rental company		
Address (Street and number)		
City	State	ZIP code

Renter claims this exemption for the following reasons:

**Childcare Facilities** - Motor vehicles used or rented by a qualified residential childcare facility and used primarily to transport children residing at the facility are exempt from motor vehicle rental tax. A qualifying residential childcare facility is a facility that is licensed by Texas Department of Family and Protective Services (DFPS) under Human Resources Code Chapter 42 to provide residential care 24 hours a day and provides this care in a single residential group to children who do not require specialized services or treatment and to children who are emotionally disturbed. For the motor vehicle rental tax exemption, the DFPS license will state one of the following types of qualifying residential childcare facility:

- independent foster group home
- independent foster family home
- institution providing basic care
- institution serving mentally retarded children
- emergency shelter
- residential treatment center
- therapeutic camp
- child-placing agency that directly provides residential childcare

**Churches or Religious Societies** - A qualified church or religious society is exempt from paying motor vehicle rental tax only if the motor vehicle is designed to carry more than six passengers and used primarily (at least 80 percent of the time) to provide transportation to and from church or religious services or meetings. A qualified church or religious society is an organized group of people regularly associating for the sole purpose of holding, conducting and sponsoring religious worship according to the rites of the group.

**Farm Trailers and Other Farm Vehicles** - Farm machines, trailers and semi-trailers used primarily (at least 80 percent of the time) for farming and ranching, including the raising of poultry and operation of feedlots, are exempt from motor vehicle rental tax. The qualified farm trailer/vehicle must be used on a farm or ranch in the production of crops, livestock or other agricultural products to be sold in the regular course of business. A farm or ranch includes a dairy farm, commercial orchard, commercial greenhouse, feedlot or a similar commercial agricultural operation that is the original producer of agricultural products. Renters must provide a current ag/timber number issued by the Comptroller in order to claim this exemption. Tax is due if renter does not have an ag/timber number. For more information, visit [www.comptroller.texas.gov/taxes/ag-timber/](http://www.comptroller.texas.gov/taxes/ag-timber/).

Ag/timber number issued by the Comptroller of Public Accounts: \_\_\_\_\_ expires Dec. 31, 20\_\_\_\_\_


**Public Agencies** - A public agency is exempt from motor vehicle rental tax. A public agency includes the federal government; a department, commission, board, office, institution or other agency of the state of Texas or of a county, city, town, school district, hospital district, water district or other special district, authority or political subdivision created by or pursuant to the constitution or the statutes of Texas. An organization can receive federal or state funds and still not be entitled to an exemption from motor vehicle rental tax.

**Rentals for Re-Rental** - An entity in the business of renting motor vehicles can rent a vehicle tax free to hold for re-rental.

Motor vehicle rental permit number issued by the Comptroller of Public Accounts: \_\_\_\_\_

**Timber Operations** - Timber machines and trailers used primarily (at least 80 percent of the time) in timber operations are exempt from motor vehicle rental tax. A timber machine is a self-propelled motor vehicle specially adapted to perform a specialized function for use primarily in timber operations. Timber machines and trailers qualify for exemption if they are used in the production of timber, including land preparation, planting, maintenance and gathering of trees commonly grown for commercial timber. Renters must provide a current ag/timber number issued by the Comptroller in order to claim this exemption. Tax is due if renter does not have an ag/timber number. For more information, visit [www.comptroller.texas.gov/taxes/ag-timber/](http://www.comptroller.texas.gov/taxes/ag-timber/).

Ag/timber number issued by the Comptroller of Public Accounts: \_\_\_\_\_ expires Dec. 31, 20\_\_\_\_\_

I declare that the information contained in this document and any attachments is true and correct to the best of my knowledge and belief.		
Name of tax-exempt person or organization		
 Authorized person		
Address (Street and number or P.O. Box number)		
City	State	ZIP code

**NOTE:** This form may be reproduced, but must be substantially in the form set out above. Do NOT send the completed exemption certificate to the Comptroller of Public Accounts. See instructions on front of form.