



# Gift Tax Exemption Form

DEPARTMENT OF MOTOR VEHICLES  
Agency of Transportation

dmv.vermont.gov

120 State Street  
Montpelier, Vermont 05603-0001  
802.828.2000  
Toll Free: 888-99-VERMONT  
TTD: 711

↓ Make	↓ Model	↓ Year	↓ Donor Plate Number	↓ State Last Registered In														
↓ Vehicle Identification Number (VIN)			↓ Name of Last Registered Owner															
Gifted To:																		
On:	M	M	-	D	D	-	Y	Y	Y	Y	Applicant's License/ID: #:							

If the vehicle was registered and/or titled in another jurisdiction/state, you must provide the original title (if applicable) in the donor's name in order to qualify for the gift exemption. If the vehicle was not titleable in the previous jurisdiction, the original registration certificate in the donor's name must be provided.

**Both statements** below must apply to the motor vehicle described above:

- This motor vehicle was gifted to me by my (check ☒ relationship):
- |  |                                     |   |   |                                     |
|--|-------------------------------------|---|---|-------------------------------------|
| <input type="checkbox"/> Spouse  | <input type="checkbox"/> Ex-Spouse* | <input type="checkbox"/> Party to a Civil Union | <input type="checkbox"/> Ex-Party to a Civil Union* | <input type="checkbox"/> Mother     |
| <input type="checkbox"/> Stepmother  | <input type="checkbox"/> Father     | <input type="checkbox"/> Stepfather             | <input type="checkbox"/> Grandparent                | <input type="checkbox"/> Grandchild |
| <input type="checkbox"/> Son   | <input type="checkbox"/> Stepson    | <input type="checkbox"/> Daughter               | <input type="checkbox"/> Stepdaughter               |                                     |
| <input type="checkbox"/> Trust established for the benefit of any such persons** |                                     |   |   |                                     |

\*If transfer involves a divorce, provide a copy of a court document identifying the individuals and indicating the date of the final decree. The donor must have owned the vehicle on the date of final decree. The transfer must occur within one (1) year after the date the divorce became final.  
\*\*If transfer involves a trust, submit copies of the trust documents with this form.

## AND

- This motor vehicle was a gift. There was **NO** payment in any form for this vehicle. This includes any cash payment, trade of any personal property, trade of another vehicle or assuming the donor's lien on the vehicle.

If **both** of the conditions above apply, this vehicle is considered a gift. The donor may not use the gift vehicle as a tax credit against the purchase of any subsequent vehicles.

We, the undersigned, do hereby certify that the above statements are true and correct under the penalties of 32 VSA §8910 and 23 VSA §203.

_____ Signature of Applicant	<table border="1"><tr><td>M</td><td>M</td><td>-</td><td>D</td><td>D</td><td>-</td><td>Y</td><td>Y</td><td>Y</td><td>Y</td></tr></table>	M	M	-	D	D	-	Y	Y	Y	Y
M	M	-	D	D	-	Y	Y	Y	Y		
_____ Signature of Donor	<table border="1"><tr><td>M</td><td>M</td><td>-</td><td>D</td><td>D</td><td>-</td><td>Y</td><td>Y</td><td>Y</td><td>Y</td></tr></table>	M	M	-	D	D	-	Y	Y	Y	Y
M	M	-	D	D	-	Y	Y	Y	Y		

➔ **NOTE: BOTH YOUR SIGNATURE AND THE DONOR'S SIGNATURE ARE REQUIRED.**

If the donor is deceased, provide a copy of the death certificate. The Administrator or Executor must sign the application. The Administrator or Executor must send court documentation showing that they were assigned as such (a copy of the will is not acceptable).

A motor vehicle may be exempt from taxation if it is a gift or inheritance as defined under 32 VSA §8911 (8). To qualify for the exemption, the motor vehicle must be registered and/or titled in Vermont or any other jurisdiction in the name of the original donor and transferred as a gift to a spouse, ex-spouse, party to a civil union, ex-party to a civil union, mother, step-mother, father, step-father, son, step-son, daughter, step-daughter, grandparent, grandchild or a trust established for the benefit of any such persons, or subsequently transferred among such persons. A transfer that involves a payment of any kind does not qualify. If a "Gift Tax Exemption" claim is submitted with a registration or title and tax application that lists a lienholder, the exemption will be denied.

A motor vehicle registered and/or titled in Vermont or any other jurisdiction and transferred from an individual to, or in trust for the benefit of, a former spouse or former party to a civil union is also exempt under 32 VSA §8911 (16).

**ALL** of the conditions outlined on this form must be met to qualify for a tax exemption. If not, tax is due at time of registration and/or title. The tax is computed by multiplying the NADA average trade-in value of the vehicle (on the date of registration/title) by the current tax rate.

An action to recover money paid under protest for taxes shall be commenced within one year after the cause of action accrues.

### **Sale or Trade In of Vehicles under Gift Tax Exemption**

**Trade-In to a Dealer:** The taxable cost of a vehicle, except a leased vehicle, is the taxable cost less the amount allowed as a trade in. If the vehicle traded was received as a gift under the gift tax exemption guidelines, it does not need to have been registered by the purchaser of the new vehicle to qualify for the credit.

If you need further information or assistance, please contact Registration/License Information at (802) 828-2000 or 888-99-VERMONT.