

CARs Incentive Reimbursement Agreement

Dealership Name: _____

Buyer Name: _____

Co-Buyer Name: _____

New Vehicle Description: _____

Trade-In Vehicle Description: _____

CARs Incentive Amount: _____

You, the buyer and co-buyer, understand and agree:

1. A portion of the purchase price for your new vehicle will be paid by the federal government CARs incentive program.
2. The dealership has reduced your new vehicle purchase price by the CARs incentive amount.
3. The dealership will apply for reimbursement of the CARs incentive from the federal government.
4. You understand that the dealership may have permanently destroyed the engine in YOUR trade-in vehicle pursuant to CARs program requirements.
5. The CARs program is complicated. The federal government requires the dealership to submit substantial evidence to prove your eligibility for the incentive.
6. The federal government has limited funds available to pay CARs incentives.
7. The dealership believes in good faith that your trade-in vehicle qualifies for the CARs incentive and that funds will be available. However, the risk of the federal government not paying the incentive is yours – not the dealerships.
8. If for any reason, the dealership is unable to obtain reimbursement for the CARs incentive from the federal government, the dealership will notify you. If the dealership notifies you that it cannot obtain reimbursement, you agree to immediately:
 - a. Pay the dealership the CARs incentive amount in cash; or
 - b. Return the new vehicle to the dealership. If you return the new vehicle, the dealership will refund any payments you have paid less a reasonable charge for your use of the new vehicle. You understand that your trade-in vehicle may have been destroyed and cannot be returned.
9. If you default under this CARs Reimbursement Agreement, the dealership may immediately repossess your new vehicle without notice to you and may sell it as provided by law. You agree to pay any costs and legal expenses that the dealership may incur in regaining possession of the new vehicle. The dealership may exercise all other remedies provided by law or by contract.
10. This CARs Reimbursement Agreement automatically lapses when the dealership has obtained reimbursement for the CARs incentive from the federal government.

Buyer Signature: _____ Date: _____

Co-Buyer Signature: _____ Date: _____

Signature for Dealership: _____ Date: _____