New Tax Form 1098-VLI: Member Notice

A new federal law allows some taxpayers to deduct interest paid on certain new-vehicle loans. As part of that law, if you paid us $600 or more in interest during tax year 2026 that meets the IRS definition of a qualifying passenger vehicle loan, we are required to send you and the IRS a new form called Form 1098-VLI, Vehicle Loan Interest Statement.

You can expect to receive any Form 1098-VLI by the end of January or the first part of February 2027. Receiving a form does not mean you qualify for the deduction, and not receiving one means your loan did not meet the reporting rules or our records show it was not reportable. Please talk to a tax professional or visit IRS.gov for questions about whether you can claim the deduction.

Member FAQ

What is Form 1098-VLI? It is a tax form that reports interest you paid on a qualifying vehicle loan during the year. It is similar in purpose to the Form 1098 many members receive for mortgages.

Which loans are covered? In general, loans taken out to buy a new vehicle that was assembled in the United States, secured by a first lien on the vehicle, and used for personal purposes.

I have an older loan. Will I get this form? No.

I bought a used car. Will I get this form? No, because the vehicle must be new.

Can I deduct the interest? That depends on your own tax situation, including income. The deduction is limited to $10,000 per year and reduced at higher incomes. Please consult a tax professional or IRS.gov.