



Making Our Transportation More Efficient: Clean Vehicle Tax Credits

Thanks to the Inflation Reduction Act, major savings on clean vehicles are here to ensure they are more affordable and accessible. If you've been in the market for a vehicle, now is the perfect time to take advantage of these major savings opportunities for new and used clean vehicles.

How to qualify for the Clean Vehicle Tax Credits

Purchasing a new clean vehicle		
Requirements*		Check all that apply
Taxpayer income	The taxpayer's modified adjusted gross income for either the current or prior year must be \$300,000 or less for joint filers and surviving spouses, \$225,000 or less for head of household filers, or \$150,000 or less for other filers.	<input type="checkbox"/>
Vehicle type	The vehicle is an electric vehicle, plug-in hybrid electric vehicle, or fuel-cell vehicle.	<input type="checkbox"/>
Vehicle Manufacturer's Suggested Retail price including options	The MSRP of a pickup truck, van, or SUV is \$80,000 or less; for all other passenger vehicles, \$55,000 or less. See here for current list of eligible models and applicable MSRP caps and here for details about optional equipment.	<input type="checkbox"/>
Vehicle Assembly Location	Assembly occurred in North America. Confirm this by entering the make, model, and year of a vehicle here , or ask your dealer for the Vehicle's Identification Number (VIN) of the specific vehicle you have in mind and enter it here .	<input type="checkbox"/>
If you checked ALL of the above, you may qualify for a full credit of \$7,500 or a partial credit of \$3,750, based on the vehicle's battery components and critical minerals. Click here for more details and check a vehicle's eligibility here .		

Purchasing a used clean vehicle		
Requirements*		Check all that apply
Taxpayer income and status	The taxpayer's modified adjusted gross income for either the current year or prior year must be \$150,000 or less for joint filers and surviving spouses, \$112,500 or less for head of household filers, or \$75,000 or less for other filers. Taxpayer must not be a dependent that is claimed on another taxpayer's tax return.	<input type="checkbox"/>
Taxpayer eligibility	Taxpayer has not claimed this credit in the past three years. (2023 is the first year that this credit can be claimed.)	<input type="checkbox"/>
Vehicle type and age	The vehicle is an electric vehicle, plug-in hybrid electric vehicle, or fuel cell vehicle, and the model year is at least two years earlier than the calendar year of your purchase. See here for current list of eligible models.	<input type="checkbox"/>
Vehicle sale price and dealer	Vehicle costs \$25,000 or less and is sold by a dealer registered with the IRS.	<input type="checkbox"/>
Previous transfer status	Vehicle has not already been transferred after August 16, 2022, to a qualified buyer other than the person who was the original user of the vehicle. Check the sales history of the vehicle and click here to learn more.	<input type="checkbox"/>
<p>If you checked ALL of the above, you likely qualify for a tax credit of 30% percent of the sale price up to a maximum of \$4,000. Click here for more details.</p>		

Purchasing a Home Electric Vehicle Charger
<p>The Inflation Reduction Act includes a tax credit of up to \$1,000 toward the cost of a home EV charger in eligible locations. The IRS will publish further information on eligibility, but we know that credits are intended for residents in low-income communities and non-urban areas. Check back later to find out if your location qualifies.</p>

*Eligible new or used clean vehicles must be less than 14,000 lbs. with at least a 7 kWh battery and placed into service starting January 1, 2023 and beyond. **For information on qualifying vehicles put into service January 1, 2023 or later, [click here](#) or before 2023, [click here](#).**

**Eligible vehicles must be purchased for individual use in the U.S. and not for resale.

Have more questions?

Visit www.irs.gov/cleanvehicles for more information on the Inflation Reduction Act's clean vehicle tax credits.