Find the Right EV and Maximize Your Tax Credits:

WHAT YOU NEED TO KNOW

The Inflation Reduction Act (IRA) opens up significant opportunities for consumers interested in purchasing an electric vehicle (EV). Use this to help you navigate the financial benefits and eligibility requirements so you can make an informed decision – and potentially save thousands on your next EV purchase.

Please note, the details shared here are for informational purposes only and should not substitute for professional tax advice.

If You're Looking To Purchase A New EV:

- Credit Amount: $3,750 or $7,500
- MSRP Limits
  - **— $80,000 for SUVs/pickups**
  - **— $55,000 for other vehicles**

Income Limits

- $300,000 for joint filers
- $225,000 for head of household
- $150,000 for single filers

Eligibility Requirements

- Final assembly must take place in the U.S.
- Vehicles with battery components or minerals extracted, processed, or recycled by a Foreign Entity of Concern (FEOC) are ineligible for federal tax credits.
  - **— FEOCs: China, Iran, North Korea, Russia**
- Visit fueleconomy.gov to check if your vehicle qualifies.

If You're Looking To Purchase A Used EV:

- Credit Amount: Up to $4,000
- Vehicle Price Limit: Cannot exceed $25,000
- Eligibility Requirement
  - **— Vehicle must be at least 2 years old**

Income Limits

- $150,000 for joint filers
- $112,000 for head of household
- $75,000 for single filers
- Transferable Credit: Buyers can transfer their tax credit to a registered dealer, who will instantly reduce the vehicle's price by the amount of the tax credit.

Eligibility Requirement:

- Vehicle must be at least 2 years old.
- The Used EV credit can be claimed only once.

If You're Looking to Lease an EV:

- Credit Amount: $7,500 or $40,000
- 30% of the cost for EVs
- 15% of the cost for PHEVs or the incremental cost of the vehicle, whichever is lower
- Credit not to exceed $7,500 for vehicles under 14,000 lbs, or $40,000 for vehicles over 14,000 lbs
- Eligibility Requirements
  - **Finance companies leasing vehicles as business investments are eligible**
  - **Tax-exempt entities can also access this tax credit**
  - **Expands the list of eligible EVs**

If You're Looking To Install an At-Home Charging Station:

- The federal tax credit for charging equipment has been extended through 2032.
- Credit Amount
  - **30% of the cost, up to $1,000 for individual/residential use**
- Eligibility Requirements
  - **Qualifying property is limited to eligible census tracts, which include low-income communities or non-urban areas as defined in section 45D(e).**

Important Reminder

- Ensure that you receive confirmation of a successfully submitted IRS seller report before leaving the dealership in your new EV.

Additional Resources

- Plug In America
- Federal Tax Credit Checklist for EV Shoppers
- Electrification Coalition: Navigating the IRA EV Tax Credits
- Solar United Neighbors: Solar and Electric Vehicles Factsheet