

## Federal “Clean Vehicle” Tax Credit for **New** EV Purchase Inflation Reduction Act (IRA) Rules to Qualify

	Overall Requirements	Sourcing Requirements	Credit Amount
<b>Critical Minerals</b>	<ul style="list-style-type: none"> <li>MSRP caps: <b>\$80,000</b> for vans, SUVs and pickup trucks; <b>\$55,000</b> for all other vehicles</li> <li>Income caps: <b>\$300,000</b> for joint filers, <b>\$225,000</b> for head of household, <b>\$150,000</b> for single filers</li> </ul>	Minimum percentage of <b>critical minerals must be extracted or processed in the US</b> or free trade partners OR recycled in North America	\$3750
<b>Battery Components</b>	<ul style="list-style-type: none"> <li><b>Final assembly must take place in North America</b></li> <li>One credit per vehicle</li> </ul>	Minimum percentage of <b>battery components must be manufactured or assembled in North America</b>	\$3750

## BEVs and PHEVs Federal “Clean Vehicle” Tax Credit for **Used** EV Purchase Inflation Reduction Act (IRA) Rules to Qualify

Vehicle Requirements	Income Caps	Credit Amount
<ul style="list-style-type: none"> <li>Vehicle must be <b>at least 2 years old</b></li> <li><b>Under \$25,000</b></li> <li>Sold by a dealer</li> <li><b>No additional sourcing requirements</b> (eg. critical minerals, battery components, final assembly)</li> </ul>	Eligible consumers must fall at or below the income caps: <ul style="list-style-type: none"> <li><b>\$150,000</b> for joint return or surviving spouse</li> <li><b>\$112,500</b> for head of household</li> <li><b>\$75,000</b> for others</li> </ul>	<b>\$4,000</b> or <b>30%</b> of the price of the vehicle (whichever is less)

## BEVs and PHEVs Tax Credit for **Commercial** Electric Vehicles Inflation Reduction Act (IRA)

For vehicles under 14,000 pounds, \$7,500 per vehicle.  
 For vehicles over 14,000 pounds, maximum of \$40,000  
 (complicated formula to calculate)

**No additional sourcing requirements** (e.g. critical minerals, battery components, final assembly location)

Note: Loophole exists, allowing individuals to lease EVs from commercial dealers and negotiate separately to receive portion or all of the tax credit.