




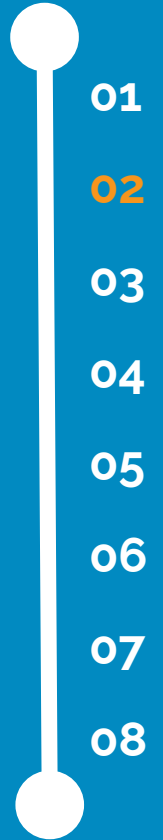
2024 EV Tax Credits

January 11, 2024

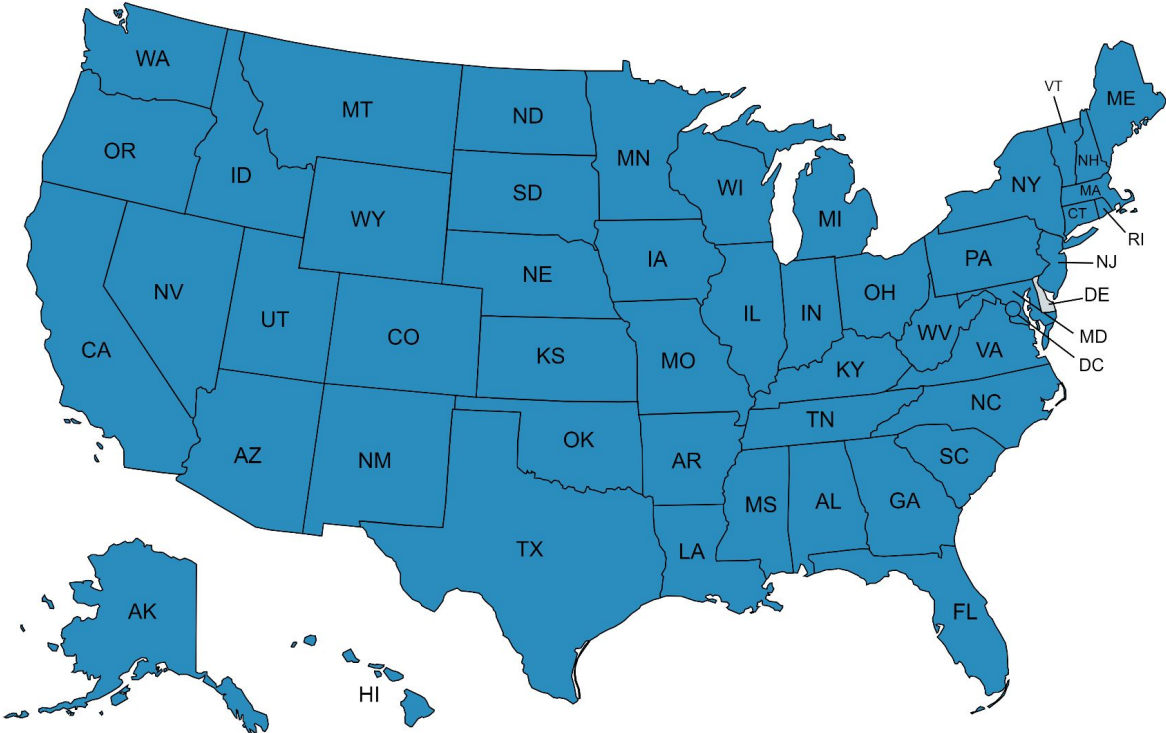
Agenda

- 
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 - 03 Federal Tax Credits**
 - 04 2024 Clean Vehicle Tax Credit Changes**
 - 05 Clean Vehicle Tax Credit Overview**
 - 06 Consumer Tax Credit Scenarios**
 - 07 Key Takeaways**
 - 08 Q&A**

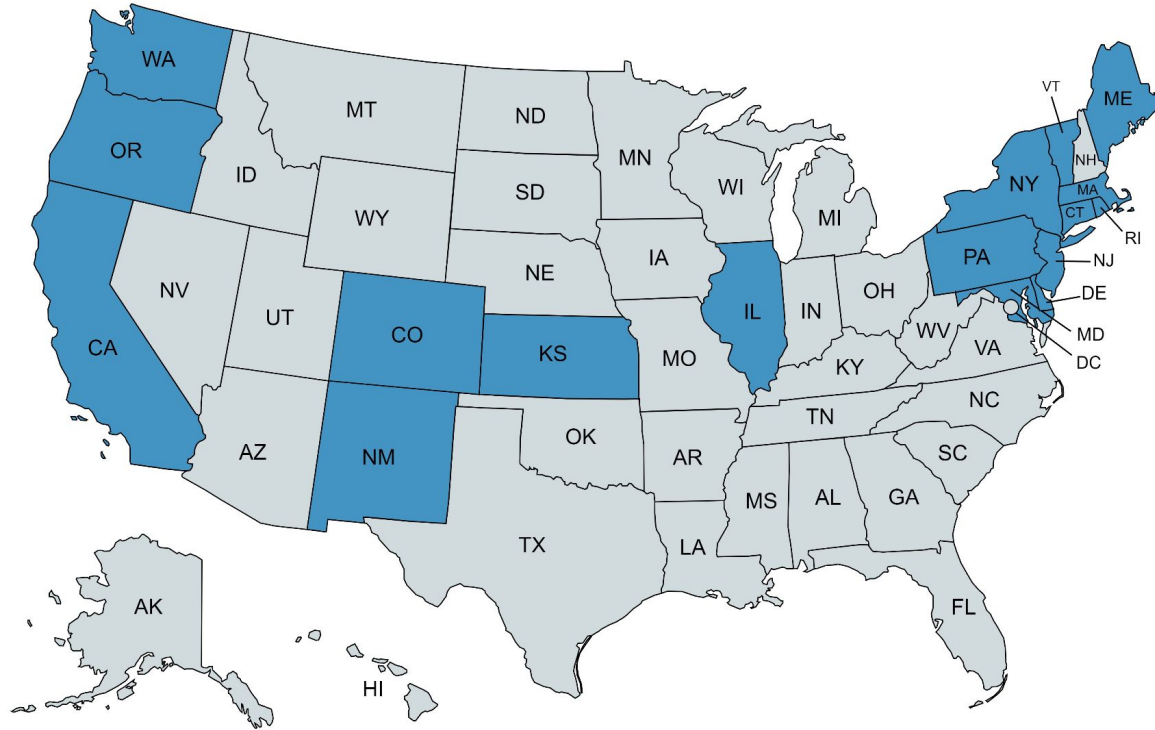
How EV Incentives Work



Federal Incentives



State Incentives



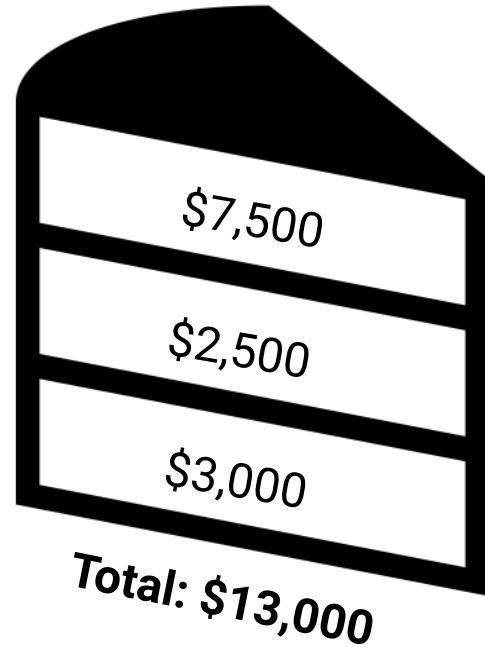
Utility Incentives

- Cash Rebate on EV or home charging station
- Bill credits
- Discounted EV charging rates



U.S. Electric Vehicle Incentives

- Federal Tax Credits
- State Incentives
- Utility incentives



Federal Tax Credits

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Clean Vehicle Tax Credits



New
Clean Vehicle
Tax Credit (30D)



Used
Clean Vehicle
Tax Credit (25E)



Commercial
Clean Vehicle
Tax Credit (45W)

2024 Changes to the Clean Vehicle Tax Credits

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Clean Vehicle Tax Credits



Transferable

Foreign Entities of Concern Rule

New
Clean Vehicle
Tax Credit (30D)



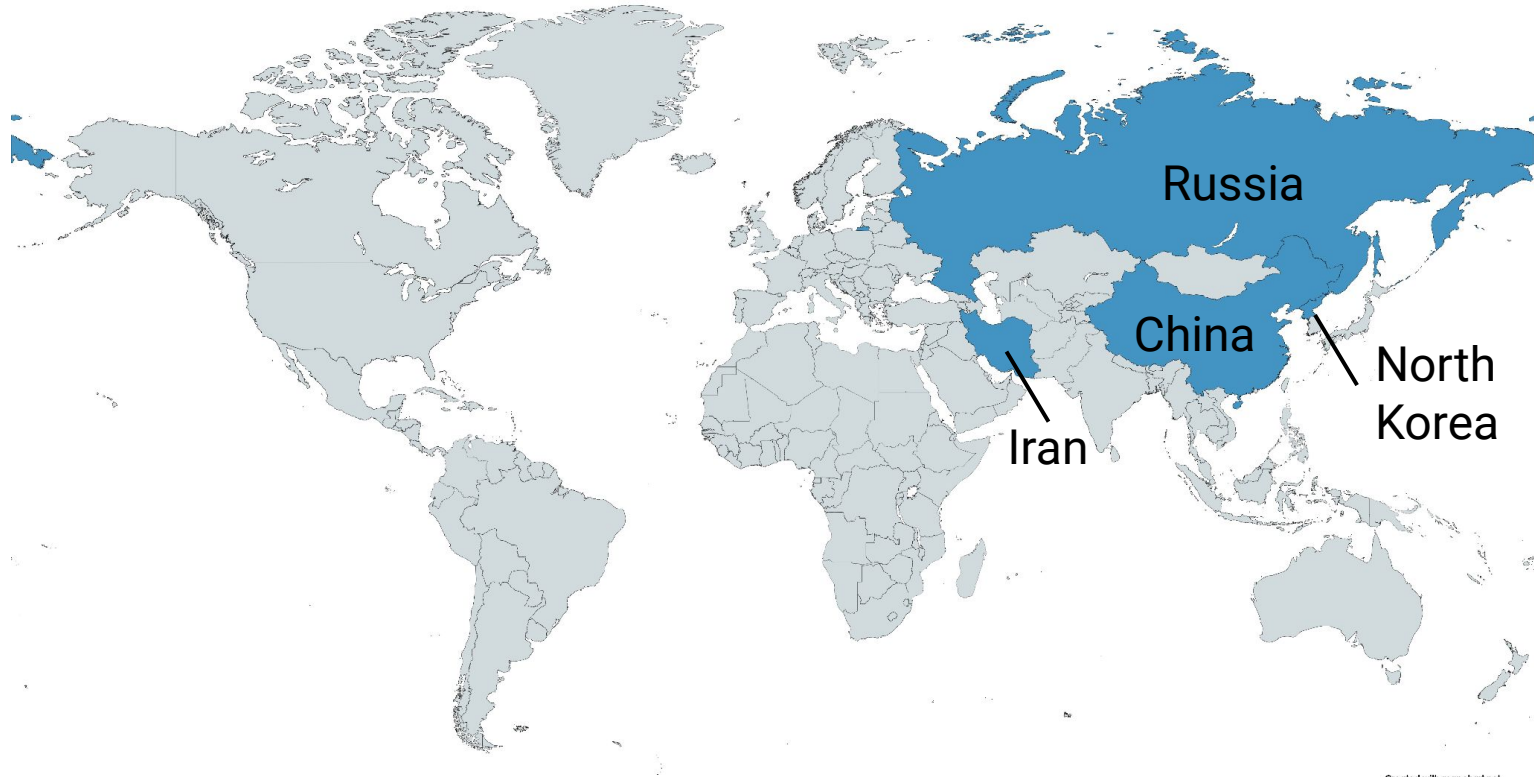
Transferable

Used
Clean Vehicle
Tax Credit (25E)



Commercial
Clean Vehicle
Tax Credit (45W)

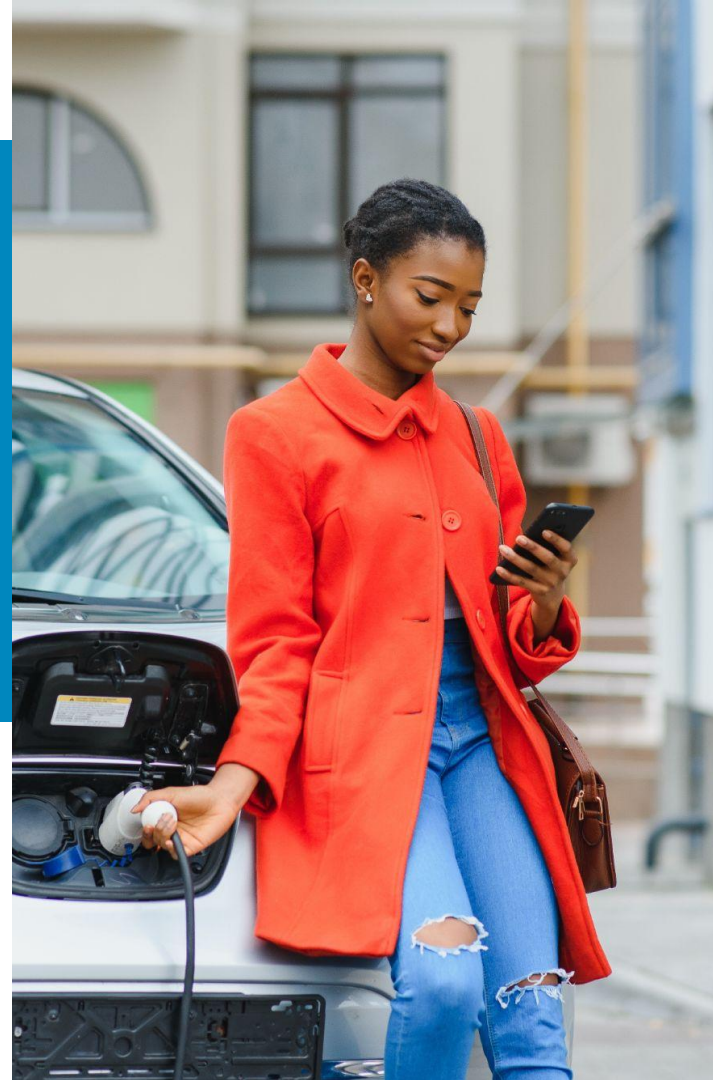
Foreign Entities of Concern



Created with mapchart.net

Transferable Tax Credit

- Started January 1, 2024
- Buyers can transfer their tax credit to a registered dealer.
- The dealer instantly reduces the price of the vehicle by the amount of the tax credit



Clean Vehicle Tax Credit Overview

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New Clean Vehicle Tax Credits

\$3,750/\$7,500



New
Clean Vehicle
Tax Credit (30D)

- ❑ MSRP limits **\$80,000 (SUV/pickup)/\$55,000 (other)**
- ❑ Buyer must meet income limits
 - ❑ \$300,000 for joint filers
 - ❑ \$225,000 for head of household
 - ❑ \$150,000 for single filers
- ❑ **Final assembly** must take place in North America.
- ❑ **Foreign Entity of Concern Rule**
- ❑ **Tax Credit available at time of Purchase**

Used Clean Vehicle Tax Credits

Up to \$4,000

- ❑ Tax credit amount is **\$4,000** or 30% of the price of the vehicle.
- ❑ Vehicle price cannot exceed **\$25,000**
- ❑ Vehicle must be at least 2 years old.
- ❑ A vehicle can only be eligible for the Used EV tax credit once.



Used Vehicle
Clean Vehicle
Tax Credit (25E)

- ❑ Buyer must meet income limits
 - ❑ \$150,000 for joint filers
 - ❑ \$112,500 for head of household
 - ❑ \$ 75,000 for single filers
- ❑ Tax credit is available at the time of purchase

Commercial Clean Vehicle Tax Credits

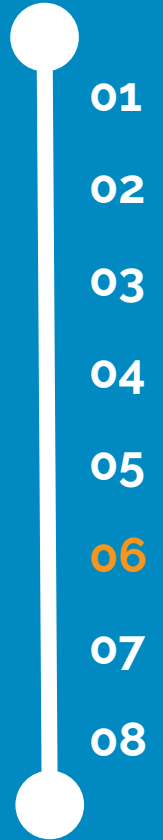
Up to
\$7,500/\$14,000

- ❑ Tax credit amount is
30% of the price of the vehicle (all-electric)
15% of the price of the vehicle (PHEV)
or
the incremental cost of the vehicle
not to exceed
\$ 7,500 for vehicles < 14,000 pounds
\$40,000 for vehicles > 14,000 pounds
- ❑ Vehicle must be used for business purposes
- ❑ Tax credit can be accessed by tax-exempt entities.



Commercial Vehicle
Clean Vehicle
Tax Credit (45W)

Consumer Tax Credit Scenarios



New Clean Vehicle Tax Credits



New Vehicle
Clean Vehicle
Tax Credit (30D)



Used Vehicle
Clean Vehicle
Tax Credit (25E)



Commercial Vehicle
Clean Vehicle
Tax Credit (45W)

New EV Tax Credit

- ❑ Buyer must meet income limits
 - ❑ \$300,000 for joint filers
 - ❑ \$225,000 for head of household
 - ❑ \$150,000 for single filers



New EV Tax Credit

- ❑ Go to fuelconomy.gov to find out which vehicles are eligible.

Search for Eligible Vehicles

Vehicle eligibility for some makes and models depends on the date you take delivery of the vehicle—this is sometimes called the placed-in-service date.

Select date you plan to take delivery (required)

January 1, 2024 – December 31, 2024



New EV Tax Credit

Federal Tax Credits for Plug-in Electric and Fuel Cell Electric Vehicles
(Vehicles placed in service on or after January 1, 2024 and before January 1, 2025)

Make	Model	Model Year	Vehicle Type	Credit Amount	MSRP Limit	Eligibility
Chevrolet						
	Bolt EUV	2022–2023	EV	\$7,500	\$55,000	Check VIN
	Bolt EV	2022–2023	EV	\$7,500	\$55,000	Check VIN
Chrysler						
	Pacifica PHEV	2022–2024	PHEV	\$7,500	\$80,000	Check VIN
Ford						
	Escape Plug-in Hybrid	2022–2024	PHEV	\$3,750	\$80,000	Check VIN
	F-150 Lightning (Extended Range Battery)	2022–2024	EV	\$7,500	\$80,000	Check VIN

New EV Tax Credit

- You transfer your tax credit to the dealer.
- The dealer must pay you for the full value of the tax credit.
- You are responsible for making sure you meet the income limits.
- Dealer will submit information into IRS portal.
- **Make sure you receive confirmation of a successfully submitted IRS seller report before you leave the dealership in your new EV.**



**Make sure you receive confirmation of a
successfully submitted IRS seller report before
you leave the dealership in your new EV.**

New EV Tax Credit

- You do not need to transfer your tax credit to the dealer.
- The buyer cannot resell the vehicle in 30 days.
- A buyer can transfer two tax credits per year. Two new EV tax credits or one new EV tax credit and one used EV tax credit. For joint filers, each person can transfer two tax credits.



Used Clean Vehicle Tax Credits



New Vehicle

Clean Vehicle

Tax Credit (30D)



Used Vehicle

Clean Vehicle

Tax Credit (25E)



Commercial Vehicle

Clean Vehicle

Tax Credit (45W)

Used EV Tax Credit

- ❑ The vehicle must be sold by a dealer.
- ❑ Buyer must meet income caps:
 - ❑ **\$150,000** for joint filers
 - ❑ **\$112,500** for head of household
 - ❑ **\$ 75,000** for single filers



Used EV Tax Credit

- ❑ Used EVs must be at least 2 years old.
- ❑ The used EV cannot cost more than \$25,000.
- ❑ A buyer can buy a used EV with a tax credit once every 3 years.



Used EV Tax Credit

- ❑ Each EV is only eligible for the used EV tax credit once.
- ❑ The Used EV tax credit is also transferable.
- ❑ A used EV with a branded title may still be eligible for the tax credit.
- ❑ Used EVs do not need to meet sourcing requirements.
 - ❑ No final assembly
 - ❑ No battery component sourcing
 - ❑ No mineral sourcing
 - ❑ No Foreign Entities of Concern rule



Commercial Clean Vehicle Tax Credits



New Vehicle

Clean Vehicle

Tax Credit (30D)



Used Vehicle

Clean Vehicle

Tax Credit (25E)



Commercial Vehicle

Clean Vehicle

Tax Credit (45W)

Fleet Vehicles

Commercial Clean Vehicle Tax Credits

- Tax Credit has Direct Pay Option
- Can be used by Tax Exempt Entities
(municipal fleets, non-profits, schools)



Commercial Clean Vehicle **Tax Credits**

VEHICLE REQUIREMENTS

No battery or mineral
sourcing requirements

No Final Assembly
Requirements

No MSRP caps

No income limits on
taxpayers

Not Subject to FEOC Rule

CREDIT CAPS (WHICHEVER IS LESS)

30% of sales price
(all-electric)

or

15% of sales price
(PHEV)

or

incremental cost of the
vehicle

CREDIT CAPS

\$7,500 for vehicles
less
than 14,000 pounds

\$40,000 for vehicles
over 14,000 pounds

Commercial Clean Vehicle Tax Credits



New Vehicle

Clean Vehicle

Tax Credit (30D)



Used Vehicle

Clean Vehicle

Tax Credit (25E)



Commercial Vehicle

Clean Vehicle

Tax Credit (45W)

Commercial Clean Vehicle Tax Credits (45W)

- Leases will use this tax credit.
- Finance company buys vehicle as business investment.
- Tax credit on leases expands list of eligible EVs.



Key Takeaways

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Key Takeaways

- New Clean Vehicle Tax Credits
 - Fewer EVs are eligible in 2024.
 - Tax credits are available at time of purchase.
- Used Clean Vehicle Tax Credits
 - Tax credits are available at time of purchase.

**GET CONFIRMATION OF A SUCCESSFULLY
SUBMITTED SELLER REPORT**

- Commercial Clean Vehicle Tax Credits
 - Can be used by businesses and tax exempt entities
 - Also used for consumer leases
- Some states and utilities offer EV and charging incentives, be sure to check for these. They can often be combined.



Tax Credit Checklist for EV Shoppers

New Vehicle	Used Vehicle
Up to \$7,500	Up to \$4,000
<input type="checkbox"/> Meet income limits <input type="checkbox"/> \$300,000 for joint filers <input type="checkbox"/> \$225,000 for head of household <input type="checkbox"/> \$150,000 for single filers	<input type="checkbox"/> Meet income limits <input type="checkbox"/> \$150,000 for joint filers <input type="checkbox"/> \$112,500 for head of household <input type="checkbox"/> \$ 75,000 for single filers
<input type="checkbox"/> Learn which vehicles are eligible at: https://fueleconomy.gov/fep/tax2023.shtml <input type="checkbox"/> Use the lookup table <input type="checkbox"/> Identify the vehicle you want <input type="checkbox"/> Find out the price limit for your EV	<input type="checkbox"/> Learn which vehicles are eligible at: https://fueleconomy.gov/fep/taxused.shtml <input type="checkbox"/> Use the lookup table <input type="checkbox"/> Identify the vehicle you want <input type="checkbox"/> Find out the price limit for your EV
<input type="checkbox"/> Make sure dealership is registered with IRS Energy Credits Online	<input type="checkbox"/> Make sure dealership is registered with IRS Energy Credits Online
Vehicle Purchase & Tax Credit Transfer	Vehicle Purchase & Tax Credit Transfer
<input type="checkbox"/> Dealer <input type="checkbox"/> Checks vehicle eligibility in IRS portal <input type="checkbox"/> Provides vehicle price in writing <input type="checkbox"/> Provides other discounts in writing <input type="checkbox"/> Provides full tax credit amount <input type="checkbox"/> You <input type="checkbox"/> Sign an affidavit declaring income <input type="checkbox"/> Sign over your tax credit to the dealer <input type="checkbox"/> Dealer will issue full tax credit amount <input type="checkbox"/> Dealers will submit seller report	<input type="checkbox"/> Dealer <input type="checkbox"/> Checks vehicle eligibility in IRS portal <input type="checkbox"/> Provides vehicle price in writing <input type="checkbox"/> Provides other discounts in writing <input type="checkbox"/> Provides full tax credit amount <input type="checkbox"/> You <input type="checkbox"/> Sign an affidavit declaring income <input type="checkbox"/> Sign over your tax credit to the dealer <input type="checkbox"/> Dealer will issue full tax credit amount <input type="checkbox"/> Dealers will submit seller report
<input type="checkbox"/> Make sure you get a copy of the successfully submitted seller report.	<input type="checkbox"/> Make sure you get a copy of the successfully submitted seller report
<input type="checkbox"/> File the seller report with your taxes next year	<input type="checkbox"/> File the seller report with your taxes next year

Resources

Plug In America website

<https://pluginamerica.org/learn/federal-ev-tax-credits/>

We keep our website up-to-date with the latest on the EV tax credits.

PlugStar.com



Our online EV shopping tool not only flags vehicles for federal tax credits, it will also identify eligible state and utility incentives.

EV Support Program

Reach out to our EV Support Program to receive personalized assistance.

1-877-EV-HELP

SUPPORT@PLUGINAMERICA.ORG

A close-up photograph of the front of a white electric vehicle, showing the headlight and charging port area. A blue semi-transparent rectangle is overlaid on the image, containing the word "Resources" in white text.

Resources