Credit for Clean Vehicles

What is the credit for new clean vehicles?

If you are interested in claiming the clean vehicle credit for purchasing a new clean vehicle after Aug. 16, 2022, a tax credit is available only for qualifying clean vehicles.

Here is what you should know:

- The maximum amount of the credit is $7,500 per vehicle purchased that year.
  - The amount of the credit allowed can’t exceed the amount of tax you owe.
- The credit is allowed for vehicles with manufacturer’s suggested retail price less than or equal to:
  - $80,000* for vans, sport utility vehicles, pick-up trucks
  - $55,000* for other vehicles

* Base retail price suggested by the manufacturer, plus the retail price suggested by the manufacturer for each accessory or item of optional equipment attached to the vehicle.

What are the income limits for the credit?

You may be eligible for the credit if your modified adjusted gross income* (MAGI) for the current year or prior year is less than or equal to:

- **$300,000** for married filing jointly or filing as a qualifying surviving spouse or a qualifying widow(er)
- **$225,000** for head of household
- **$150,000** for all other filers

* Modified adjusted gross income means adjusted gross income increased by any amount excluded from gross income because it was received from a foreign source.

What clean vehicles qualify for the credit?

- **Final assembly**
  - Final assembly must occur within North America (effective 08/17/2022).
  - To identify the manufacture location for a specific vehicle, please search the vehicle identification number (VIN) of the vehicle on the VIN Decoder website at www.nhtsa.gov/vin-decoder.
- **Manufacturer**: The vehicle manufacturer must be a Qualified Manufacturer. Visit FuelEconomy.gov for a list of qualified manufactures.
- **Battery**: The battery must have at least 7 kWh of capacity with external charging gross vehicle weight rating of less than 14,000 lbs.
- **Vehicle type**: The vehicle must be a plug-in, hybrid electric, or electric vehicle, or a hydrogen fuel cell vehicle.

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