



November 2023

New and Previously-Owned Clean Vehicle Credits: IRS Energy Credits Online Dealer Registration and Transfer of Tax Credits

Background

- The Inflation Reduction Act (IRA) of 2022 makes the **largest investment in clean energy** in United States history, and much of that investment is **delivered via tax incentives**.
- The Treasury Department is the federal agency responsible for **administering the tax code** and is **proud to be playing a central role** in implementing the Inflation Reduction Act's clean energy tax incentives.
- The Inflation Reduction Act includes **tax incentives for a broad range of activities that support building a clean energy economy**, as well as **certain cross-cutting provisions and bonuses** that apply to multiple clean energy tax incentives.
- In the coming months, Treasury will release additional guidance for a suite of credits that will help American consumers reduce their energy costs and secure reliable and affordable access to clean energy.
- This presentation discusses the **Clean Vehicle Credit (30D)**, the **Previously-Owned Clean Vehicles Credit (25E)**, and IRS Energy Credits Online (IRS ECO).



“For the first time, the Inflation Reduction Act allows consumers to reduce the up-front cost of a clean vehicle, expanding consumer choices and helping car dealers expand their businesses. The IRS has focused on streamlining this process for car dealers as part of its commitment to improving service and helping taxpayers claim the credits they are eligible for.”

- ***Chief Implementation Officer for the Inflation Reduction Act, U.S. Department of Treasury, Laurel Blatchford***

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I. Disclaimers

II. Overview

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V. IRS Energy Credits Online

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Disclaimers

- This deck provides an overview of certain Inflation Reduction Act tax provisions for general informational purposes only and **is not itself tax guidance**.
- The content in this presentation is based on a Revenue Procedure and a Notice of Proposed Rulemaking (NPRM) and other tax guidance on IRS.gov.
- This deck relies on simplifications and generalizations to convey high-level points about Inflation Reduction Act tax provisions. Please **refer to guidance** issued by the IRS for detailed information on the rules associated with Inflation Reduction Act tax provisions.
- Treasury and the IRS will **carefully consider feedback submitted** during the public comment periods for proposed and temporarily regulations before issuing final rules.



Ground Rules: Questions and Comments

- The **public comment period is for 60 days**, until December 11, 2023. We request that any comments be submitted in writing. Please visit [regulations.gov](https://www.regulations.gov) to file and view public comments.
- **Regarding the proposed rules**, we will **not be able to provide substantive information** beyond what is in the proposed and temporary rules themselves.
- Given that the proposed regulations are still under consideration, we will **not be able to comment** on opinions, interpretations, or specific-taxpayer related questions. You may also choose to consult with a tax advisor.
- We will **carefully consider public feedback** before decisions are made on the substance of final rules.
- **We can share the rules as proposed and discuss IRS Energy Credits Online**, which will be used for dealer registration and electronic time of sale report submissions.



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Overview

- **Eligible buyers may be able to claim a tax credit of up to \$7,500 for purchasing a new clean vehicle and up to \$4,000 for a previously-owned clean vehicle.** Information about eligible vehicles is available at [FuelEconomy.gov](https://www.fueleconomy.gov).
- **For vehicles placed in service January 1, 2024 or later, dealers and sellers must register with IRS Energy Credits Online and use the tool to electronically submit time-of-sale reports.**
 - An initial user authorized to represent the dealership should promptly register in preparation for January 1, 2024. In December, this user will be able to designate additional employees to submit time-of-sale reports.
- **Buyers will not be able to claim a clean vehicle tax credit if the seller has not registered and does not successfully submit a time of sale report to IRS Energy Credits Online.**
 - IRS Energy Credits Online will accept or reject submitted time-of-sale reports from the registered sellers in real-time, including checking the VIN for each time-of-sale report against a list of eligible VINs manufacturers will provide the IRS.
 - Buyers and sellers should receive online confirmation of a successfully submitted time-of-sale report before final sale.

Overview (continued)

- **Starting January 1, 2024, buyers can choose to transfer a clean vehicle credit to a registered dealer in exchange for an equivalent reduction in the purchase price of the vehicle.** That means eligible buyers can get money upfront for buying a clean vehicle, rather than having to wait to claim their credit on their tax return the next year.
 - When a buyer transfers a tax credit, registered dealers must provide certain disclosures and receive attestations from the buyer.
 - **The IRS will pay registered dealers electronically, typically within 72 hours, for transferred clean vehicle tax credits.**
- **Registered dealers are not required to verify a buyer's income. The buyer is responsible for repaying the full amount of any transferred credit when they file their tax return if they exceed the income limitations for the tax credit.**

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Clean Vehicle Credit under § 30D

The Inflation Reduction Act made several changes to the Clean Vehicle Credit of the Internal Revenue Code (IRC § 30D) for new qualified plug-in electric vehicles or fuel cell vehicles. Eligible vehicles may qualify for a tax credit of up to \$7,500.

Vehicle Requirements

- **Gross vehicle weight rating** of less than 14,000 pounds;
- **Final assembly** in North America;
- **Minimum battery capacity** of 7 kilowatt hours;
- Vehicles must be made by a **qualified manufacturer**;
- **MSRP limitations** apply, based on the type of vehicle (\$80,000 for Vans, Sport Utility Vehicles, Pickup Trucks, and \$55,000 for other vehicles);
- For vehicles placed in service on or after April 18, 2023, the credit amount will depend on the vehicle meeting the critical minerals requirement (\$3,750) and/or the battery components requirement (\$3,750).
- **Income limits** apply to taxpayers (\$300,000 for joint filers, \$225,000 for head of households, \$150,000 for all other taxpayers);

Seller Requirements

- Sellers must **provide reports** to the buyer and the IRS regarding the sale of the vehicle, including:
 - Name and taxpayer identification number of the seller
 - Name and taxpayer identification number of the buyer
 - Vehicle identification number (VIN) of the new clean vehicle
 - Battery capacity of the new clean vehicle
 - Verification that the buyer is the original user of the new clean vehicle
 - The date of the sale and the sale price of the vehicle
 - Maximum credit allowable for the new clean vehicle being sold
 - For sales after December 31, 2023, the amount of any transfer credit applied to the purchase

Previously Owned Clean Vehicles Credit under § 25E

The purchase of an eligible previously-owned clean vehicle may qualify for a **tax credit** of 30% of the sale price up to a maximum credit of \$4,000.

Vehicle:

- **Sale price of \$25,000 or less** (does not include separate financing, extended warranties, insurance, and separately-stated taxes and fees required by State or local law)
- **The model year of the vehicle is at least two years** earlier than the calendar year in which a taxpayer acquires the vehicle
- **Gross vehicle weight rating of less than 14,000 pounds** and an eligible vehicle with a **battery capacity of least 7 kilowatt hours**
- Not have already been sold as a used vehicle after August 16, 2022, based on the vehicle history report

Buyer:

- **Modified adjusted gross income limitation:**
 - Joint filers: \$150,000
 - Heads of households: \$112,500
 - All other filers: \$75,000
- **Buyer is not the original owner**
- Purchase of the vehicle was for personal use and **not for resale**
- Buyer cannot have claimed another used clean vehicle credit in the 3 years before the purchase date
- Buyer cannot be claimed as a dependent by another taxpayer

Seller:

- **Licensed dealer**
- **Reports required information to the buyer and IRS** at the time of sale.
 - Name and taxpayer identification number of the dealer
 - Name and taxpayer identification number of the buyer
 - Vehicle identification number (VIN)
 - Battery capacity
 - The sales price of the vehicle
 - Placed in service date
 - Maximum credit allowable for the VIN

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Clean Vehicles Credit Transfer Proposed Guidance

The IRA's dealer transfer rules allow individual buyers to get the benefit of the new clean vehicle credit and previously-owned clean vehicle credit at the point of sale. Treasury's and the IRS's proposed guidance in early October, subject to potential change in the rulemaking process, provided additional information on registration requirements and how the transfer of a clean vehicle credit to dealers and sellers would work.

- For buyers to be eligible to claim or transfer a credit starting January 1, 2024, the dealer they purchase an eligible vehicle from must first register with IRS Energy Credits Online.
- To provide clarity and certainty to buyers, the registered dealer will provide buyers with required disclosures as part of the credit transfer and electronic time-of-sale submission process, and confirmation that the vehicle they're buying is eligible for a credit.
- The guidance proposes rules regarding who is an eligible buyers to elect to transfer the credit to the dealer, and under what circumstances such buyers may have to pay back some of the transferred credit.
- The guidance also provides clarity regarding the federal income tax treatment of the transferred credit and advance payment for the buyer and the dealer.
 - Dealers generally will be in the same positions as if no credit transfer or advance payment occurred.
 - Eligible buyers may transfer the full value of the new or previously owned vehicle credit regardless of their individual tax liability, and the payment made by the registered dealer to the buyer is not includible in the gross income of the buyer.



Previously-Owned Clean Vehicles Proposed Guidance

Treasury's and the IRS' October guidance also provides proposed eligibility rules for the previously-owned clean vehicle credit.

- The proposed rules are intended to provide clarity. For example, the proposed rules would define important terms such as “sale price” and “qualified sale.”
 - The sale price definition would exclude government required fees from the sales price definition but would encompass certain other fees such as delivery fees.
- **Must be a licensed dealer and register with the IRS** for the purposes of the previously-owned clean vehicles credit.
- **Under the proposed first transfer rule, buyers would be able to claim the credit as long as the purchase is the first used purchase after August 16, 2022, as determined by the vehicle's history report.**
 - Dealer purchases displayed on the vehicle history report are generally excluded.
 - In submitting information to IRS Energy Credits Online, dealers will review vehicle history reports and make an attestation to the IRS about the used vehicle's eligibility.
 - Buyers can rely on the information submitted to and accepted by the IRS regarding the vehicle's eligibility.



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IRS Energy Credits Online: Dealer Registration Timeline

Beginning for vehicles placed in service January 1, 2024 or later, dealers and sellers must register with IRS Energy Credits Online if their customers are going to be able to claim a new or previously-owned clean vehicle tax credit.

Dealers and sellers expecting to sell clean vehicles in 2024 should register as soon as possible as the IRS will need time to review and confirm your registration request.

As of November 1, 2023

IRS Energy Credits Online
Dealer Registration Begins



December 2023

Dealers can register additional
users to submit time of sale
reports



January 1, 2024

Eligible clean vehicle buyers will
be able to claim clean vehicle
credits *if* the dealer is registered
with and uses IRS Energy
Credits Online

Energy Credits Online Registration

- The IRS has published a Clean Vehicle Registration User Guide that walks through each step of the dealer registration process.
- An individual representative of the dealer or seller who is currently authorized to legally bind the dealer or seller with the IRS can complete the registration using [IRS Energy Credits Online](#).
 - Registration is initially limited to one authorized official per dealership. In December, this initial user will be able to authorize additional users to submit time-of-sale reports for your dealer/seller.
- To complete registration, the IRS will first validate the personal identity of your individual representative as a program integrity measure. This individual representative should have their government issued ID ready.
 - The IRS uses ID.me, a technology provider, to provide identity verification and sign-in services. If you have an ID.me account, just sign in. Don't create a new ID.me account for the dealership.
 - If you're a new user, have your ID ready. You'll verify your personal identity – not your dealership's information at this step.
- You will then be able to create an IRS Clean Energy business account.
 - You'll need the dealership's name, EIN, bank account and routing numbers, dealer state license number (if applicable) and associated proof of license. You will also include your name as the authorized official, mailing address, phone number, and email information.
- Dealers and sellers may choose to register only to submit required time-of-sale reports or to also receive advance payments for transferred clean vehicle credits.
- A registration ID is provided to the dealer once the IRS has validated the registration information.



Energy Credits Online: Example Registration Screens

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Clean Energy

Clean Energy / Dealers and Sellers / Dealer Registration Form

Dealer Registration Form

1 Dealer Information 2 Attachments & Signature 3 Review & Submit 4 Confirmation

Dealer Information

Business Details

Dealer Name	Vehicle Sales
Employer ID Number (EIN)	XX-XXX1234
Authorized Official Name	James
Mailing Address	e Ave, New York, NY 10001

Identification and Licensing

(*) Indicates a required field

Phone Number *
10-15 digits without spaces or dashes (for example: 9165551212)
123-456-7890

Email Address *
For example: abc123@example.com
@example.com

Are you a state licensed dealer? *
☒ Yes
☐ No

State/Territory of Licensure *
New York

State Dealer License Number *
03G

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Clean Energy

Clean Energy / Dealers and Sellers / Dealer Registration Form

Dealer Registration Form

1 Dealer Information 2 Attachments & Signature 3 Review & Submit 4 Confirmation

Attachments & Signature

(*) Indicates a required field

Upload Documents

Document upload is **not required**, but you may upload supporting documents for your dealer registration.

- Maximum number of files: 10
- File types allowed are .pdf, .png, .jpg
- Maximum file size is 30MB per file

You added Dealer_State_License.pdf

Drag and drop files here, or
[SELECT FILES TO UPLOAD](#)

1 Attached Document

Dealer_State_License.pdf 2.9 MB	Remove
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Attestation

Attesting to the statement below will act as an e-signature.

☒ Under penalties of perjury, I declare that the information contained herein is true, correct and complete to the best of my knowledge and belief. *

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Note: All data in the screens displayed in this presentation is notional. The example is illustrative and does not represent a real entity.



Energy Credits Online: Advance Payment Registration

- Registration for advance payments allows the dealer to request an advance payment for transferred credits when submitting a time-of-sale report.
- Only licensed dealers and sellers are eligible for advance payments.
- The dealership must be in tax compliance.
- Banking information is required for advance payments. This should be the appropriate bank account for the dealership.
 - Note: Once bank account information is entered it cannot be changed at this time.

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Clean Energy

Clean Energy / Dealers and Sellers / Dealer Registration Form

Dealer Registration Form

Dealer Banking Information


(*) Indicates a required field

You'll need to provide a bank account and routing number to receive advance payments. Also, please ensure that your business is tax compliant. ⓘ

Account Number * ⓘ
8-17 digits without spaces or dashes (for example: 00111111111)

Confirm Account Number *
8-17 digits without spaces or dashes (for example: 00111111111)

Routing Number * ⓘ



9 digits without spaces or dashes (for example: 123456789)

Confirm Routing Number *
9 digits without spaces or dashes (for example: 123456789)

Attestation

Attesting to the statement below will act as an e-signature.

☒ Under penalties of perjury, I declare that the information contained herein is true, correct and complete to the best of my knowledge and belief. *

REGISTER

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IRS Energy Credits Online: Time of Sale Reporting

- Each time an eligible vehicle is sold, the registered dealer, with the buyer present, will complete a time-of-sale report.
- This time-of-sale report will include:
 - Information about the buyer
 - Information about the vehicle
 - Clean vehicle credit transfer information
 - Required attestations

Note: All data in the screens displayed in this presentation is notional. The example is illustrative and does not represent a real entity.

The image displays three overlapping screenshots of the IRS Clean Energy 30D New Vehicle Time of Sale Report form. The top screenshot shows the 'Dealer & Buyer Information' section, which includes fields for Dealer Name, Employer ID Number (EIN), Mailing Address, Date Seller Report Given to Buyer, Buyer Name, Buyer Taxpayer ID Number (TIN), and a note that the Buyer's TIN can be either a SSN or EIN. The middle screenshot shows the 'Vehicle Information' section, which includes fields for Vehicle ID Number (VIN), Date Placed in Service, Date of Sale, Model Year, Battery Capacity, and Sale Price. The bottom screenshot shows the 'Transfer Election' section, which includes a 'Credit Amount' field, a 'Credit Transfer Election' section with radio buttons for 'Yes, transfer credit to dealer/seller' and 'No, don't transfer credit', and an 'Original Use Agreement' section with a checkbox for 'I attest, to my knowledge as the Dealer, the original use of this vehicle begins with the buyer.' The form is titled '30D New Vehicle Time of Sale Report' and includes a progress bar at the top indicating the current step in the process.


IRS Energy Credits Online: Real-time Confirmation

- IRS Energy Credits Online will accept or reject time-of-sale reports in real time.
- An accepted submission means a qualified manufacturer has submitted the VIN listed in this report to the IRS as an eligible vehicle.
- Dealers and sellers must provide a copy of this time-of-sale report to buyers.
 - Buyers will need the information on the time-of-sale report to claim or reconcile a Clean Vehicle Credit on the income tax return for the year the vehicle is placed in service.
- The IRS expects to pay dealers and sellers within 72 hours of the date when an accepted the time-of-sale report is submitted.

Energy Credits Online: Clean Vehicle Seller Time of Sale Report

Note: All data in the screens displayed in this presentation is notional. The example is illustrative and does not represent a real entity.

Form 15400 (December 2023)	Department of Treasury - Internal Revenue Service Clean Vehicle Seller Report	OMB Number 1545 - 2137
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 **30D New Vehicle Time of Sale Report Receipt**

KEEP A COPY of this TIME OF SALE REPORT FOR YOUR RECORDS

Information from this report will be required **to claim or reconcile** a Clean Vehicle Credit on your income tax return for the year the vehicle is placed in service.

- The buyer listed on this Time of Sale report is the **only** buyer that may claim the specified tax credit with respect to the VIN listed. Please ensure all of the information listed, including your TIN/SSN is correct – if any information is incorrect, immediately request that the dealer correct the information submitted.
- If you elected to transfer the credit to the dealer, you are **required** to reconcile the Clean Vehicle Credit on your income tax return for the year the vehicle is placed in service.
- If your modified adjusted gross income exceeds applicable income limitations, you will need to repay the full value of the tax credit to the IRS when filing your tax return.
- The amount of any downpayment assistance or cash payment provided to you by the dealer in exchange for transferring the tax credit **must** equal the maximum amount of the tax credit allowed for the VIN you are purchasing. If that is not the case, report that information to the IRS at: irs.cleanvehicles.dealer.info@irs.gov.

Vehicle eligibility requires in part, that a seller/dealer provide a report to the IRS and the taxpayer with specified information.

The seller/dealer of the VIN listed on this Time of Sale Report has submitted this information to the IRS and the IRS has accepted this information.

The IRS's acceptance of this Time of Sale report means a Qualified Manufacturer has submitted the VIN listed in this report to the IRS as an eligible vehicle. To be eligible for a new or previously-owned Clean Vehicle Credit, buyers must also meet other criteria, including having a modified adjusted gross income below certain limits. For additional information on Vehicle Eligibility and Buyer Eligibility for a Clean Vehicle Credit, please visit IRS Clean Vehicle Tax Credits at [irs.gov/clean-vehicle-tax-credits](https://www.irs.gov/clean-vehicle-tax-credits).

Catalog Number 93746Z

www.irs.gov

Form **15400** (12-2023)

Form 15400 (December 2023)	Department of Treasury - Internal Revenue Service Clean Vehicle Seller Report	OMB Number 1545 - 2137
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Transaction ID: CVTOSTXID0000018355A

Purchase Information

Dealer or Seller Name	Dealer ABC 123
Employer ID Number (EIN)	XX-XXX1234
Address	123 Example Street, New York, NY 10001
Date Seller Report Provided to Buyer	01/20/2023
VIN	ABC123ABC123ABC12

Buyer Information

Taxpayer ID Number (TIN) Type	Social Security Number (SSN)
Buyer TIN	XXX-XX-1234
Buyer First Name	John
Buyer Last Name	Doe

Vehicle Information

Date of Sale	01/20/2023
Placed in Service Date	01/20/2023
Battery Capacity	40 kWh
Model Year	2023
Sales Price	\$65,340.00

Transfer Election

Credit Amount	\$7,500.00
Original Use Agreement	I attest, to my knowledge as the Dealer, the original use of this vehicle begins with the buyer.
Credit Transfer Election	Yes, transfer credit to dealer/seller

Advance Payment Request Information

Dealer Registration Unique ID	XXXXXXXXXXXXXXXXXX
Credit Amount Provided to Buyer	\$7,500.00
ID Type	Driver's license
ID Number	ABC123ABC123ABC
Upload Buyer ID	buyer_license_id.png
Acknowledgement of Transfer	Having checked this box, I acknowledge my decision to transfer my clean vehicle tax credit to the Dealer.
Buyer Attestation	Under penalties of perjury, I declare that the information contained herein is true, correct and complete to the best of my knowledge and belief.
Buyer E-signature	Jane Deer

Catalog Number 93746Z

www.irs.gov

Form **15400** (12-2023)



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More Information

- IRS.gov/CleanVehicles
- [Clean Vehicle Credit Seller or Dealer Requirements](#) and [FAQs](#)
- IRS Dealer Registration [User Guide](#)
- **Dealers can sign-up to receive updates via an IRS [e-News Subscriptions here](#).** Select “e-news for business” and sign-up for e-news for clean vehicle industry.

Public Comment Period

- The public comment period on the recently proposed clean vehicles guidance is for 60 days, until December 11th.
- We request that any comments be submitted in writing. Please visit [regulations.gov](https://www.regulations.gov) to file and view public comments.

What's Next

- Stay tuned for more educational webinars and resources for dealers.
- Consumer-facing tools and materials as we approach January (consumer checklists, FAQs and one pagers).

Resources for Dealers and Sellers

Resources for dealers and sellers can be found on **IRS.gov/CleanVehicles** and include the step-by-step guide shown here, as well as other materials.

A STEP-BY-STEP GUIDE FOR NEW AND USED CLEAN VEHICLE DEALERS AND SELLERS FOR THE Energy Credits Online

IRS.gov/cleanvehicle

New and used clean vehicle dealers and sellers can use this guide when registering with the IRS for Energy Credits Online. This guide provides step-by-step instructions on how a dealer or seller will register, submit time of sale reports (also known as seller reports), and enter advance payment information.

Dealer Registration

- › Dealer/seller signs in
- › Dealer/seller accesses dealer registration
- › Dealer/seller completes and submits Dealer Registration
 - Dealership name
 - EIN
 - Authorized official name.
 - Mailing Address
 - Phone number
 - Email address
 - Proof of state license
 - State registration licensure number
- › Dealer/seller submits time of sale report registration.
 - Dealer/seller will gain access to time of sale reporting, when available
- › Dealer proceeds to advance payment registration.
Dealers must have state license to complete this step.
- › Dealer completes and submits dealer registration for advance payment.
 - Bank account and routing number
- › IRS reviews and could potentially ask for more information and will approve or deny registration.
 - **Approval:** Dealer becomes registered for time of sale reporting and advance payment
 - **Denied:** Dealer is notified and cannot access time of sale reporting or advance payment

Time of Sale Reporting

- › Registered dealer signs in
- › Registered dealer accesses new or used time of sale report page.
- › Dealer will provide disclosures to buyer
- › Registered dealer completes time of sale report.
 - This can be printed based on what information is entered into the system.
- › Registered dealer submits time of sale report.
- › IRS reviews time of sale report and accepts or rejects.
 - For purposes of this submission, provided other criteria such as income and price limitations are met, acceptance means the manufacturer has reported the VIN as eligible for the new clean vehicle credit or used clean vehicle credit based on the date place in service, provided other criteria are met.
 - Energy Credits Online is updated based on acceptance or rejection.
- › Buyer is given a copy of the time of sale report and confirmation of acceptance by IRS Energy Credits Online to be used when they file their annual federal tax return.

Advance Payment Request

- › Vehicle buyer informs dealer they would like to elect to transfer their expected credit.
- › Registered dealer completes advance payment request on time of sale report.
- › Vehicle buyer completes transfer election
 - Driver's license number
 - Acknowledgment of transfer
 - Buyer attestation
 - Buyer ID upload a valid government issued ID.
- › IRS reviews time of sale report and accepts or rejects.
 - For purposes of this submission, provided other criteria are met such as income and price limitations, acceptance means the manufacturer has reported the VIN as potentially eligible for the new clean vehicle credit or used clean vehicle credit based on the date placed in service provided other criteria are met.
 - Energy Credits Online is updated based on acceptance or rejection.
- › Buyer is given a copy of the time of sale report and confirmation of acceptance by IRS Energy Credits Online to be used when they file their annual federal tax return.



Scan QR code
to watch video



Information about Eligible Vehicles

The IRS has also published checklists for new and previously-owned clean vehicles.

FuelEconomy.gov provides information about eligible vehicles.



Used Clean Vehicle Tax Credit Checklist

The Inflation Reduction Act includes a tax credit for qualifying used clean vehicles – and it can result in major savings. If you've been in the market for a vehicle, now is the perfect time to take advantage of these major savings opportunities for used clean vehicles.

See requirements below*

How to qualify for the Used Clean Vehicle Tax Credit

Purchasing a used clean vehicle		Check all that apply
Taxpayer Eligibility		
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 status	Taxpayer must be an individual who is not a dependent that is claimed on another taxpayer's tax return and must be buying the vehicle for use and not resale.	
Taxpayer eligibility	Taxpayer must not have claimed this credit in the 3-year period prior to the sale of the qualifying vehicle. <i>Unsure if you qualify? Consult your tax advisor.</i> <i>Note: 2023 is the first year that this credit can be claimed.</i>	
Vehicle Eligibility		
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 the current list of eligible models on FuelEconomy.gov .	
Vehicle sale price and dealer	Vehicle sale price is \$25,000 or less and the vehicle is sold by a licensed dealer registered with the IRS. The sale price of a previously-owned clean vehicle is the total sale price agreed upon by the buyer and seller in a written contract at the time of sale, including any delivery charges and after the application of any incentives, but excluding separately-stated taxes and fees required by State or local law.	
Previous transfer status	To be a qualified sale, a transfer must be the first transfer since August 16, 2022, as shown by vehicle history, of a used clean vehicle after the sale to the person with whom the original use of such vehicle commenced. Check the vehicle history report of the vehicle and see frequently asked questions about eligibility rules .	
Time of sale report (also known as seller report)	Dealer provides buyer a time of sale report (also called a seller report), which will have information such as dealer name, address, VIN, make, model, placed in service date, and maximum credit.	

If you checked **ALL** of the above, you may qualify for a tax credit of 30% percent of the sale price up to a maximum of \$4,000. Learn [more about the credit on IRS.gov](#) and [check a vehicle's eligibility on FuelEconomy.gov](#).

*Eligible used clean vehicles must weigh less than 14,000 pounds, have at least a 7 kilowatt hours battery, and must have been placed into service starting January 1, 2023, or later. For more information on the [Used Clean Vehicle Credit](#) check IRS.gov.

Have more questions?

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



New Clean Vehicle Tax Credit Checklist

The Inflation Reduction Act includes a tax credit for qualifying new clean vehicles – and it can result in major savings. 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 clean vehicles. Visit fuelconomy.gov/newtaxcredit to learn more and see eligible models.

See requirements below*

How to qualify for the New Clean Vehicle Tax Credit

Purchasing a new clean vehicle		Check all that apply
Taxpayer Eligibility		
Taxpayer income and status	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. <i>Unsure if you qualify? Consult your tax advisor.</i>	
Vehicle Eligibility		
Vehicle type	The vehicle is an electric vehicle, plug-in hybrid electric vehicle, or fuel cell vehicle.	
Vehicle Manufacturer's Suggested Retail Price (MSRP) including options	The MSRP of a pickup truck, van or SUV must be \$80,000 or less; for all other passenger vehicles, \$55,000 or less. See the current list of eligible models and applicable MSRP caps on FuelEconomy.gov and details about optional equipment on IRS.gov .	
Vehicle final assembly location	Final assembly must have occurred in North America. Confirm this by entering the make, model, and year of a vehicle on FuelEconomy.gov or ask your dealer for the Vehicle Identification Number (VIN) of the specific vehicle you have in mind and enter it at the Department of Energy's VIN lookup tool .	
Critical mineral and battery requirements	For vehicles placed in service on or after April 18, 2023, the vehicle must meet the critical minerals requirement (\$3,750 credit). For vehicles placed in service on or after April 18, 2023, the vehicle must meet the critical battery requirement (\$3,750 credit). Visit FuelEconomy.gov to determine credit amount.	
Time of sale report (also known as seller report)	Dealer provides buyer a time of sale report (also called a seller report), which will have information such as dealer name, address, VIN, make, model, placed in service date and maximum credit.	

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 and critical mineral requirements. Get more details on the new clean vehicle credits and [check a vehicle's eligibility on FuelEconomy.gov](#).

*Eligible new clean vehicles must weigh less than 14,000 pounds, have at least a 7 kilowatt hours battery, and must have been placed into service starting January 1, 2023, or later. See information on [credits for New Clean Vehicles Purchased in 2023 or After](#) or [credits for New Electric Vehicles Purchased in 2022 or Before](#) on [IRS.gov](#). You must buy the vehicle for your own use, not for resale, and use it primarily in the U.S.

Have more questions?

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



Agenda

- I. Disclaimers
- II. Overview
- III. Clean Vehicle Credit Background
- IV. Proposed Guidance
- V. IRS Energy Credits Online
- VI. Resources
- VII. Closing

Closing: Reminders

- Registration for dealers and sellers is available now on IRS Energy Credits Online. Dealers and sellers should register as soon as possible.
- Dealers and sellers must register and submit time-of-sale reports for their buyers to be able to take advantage of the new or previously-owned clean vehicle tax credits in 2024.
- Starting for vehicles placed in service January 1, 2024 or later, buyers will be able to transfer clean vehicle credits to registered dealers at the time of sale in exchange for an equivalent reduction in the purchase price of the vehicle.
 - The IRS expects to pay registered dealers within 72 hours of the date when an accepted the time-of-sale report is submitted.
 - Dealers are not required to verify a purchaser's income for a clean vehicle credit transfer. Buyers, not dealers, must repay the IRS if the buyer exceeds the income limitations.
- Additional IRS Energy Credits Online functionality, including time-of-sale reporting and the ability to authorize additional employees to submit time-of-sale reports will be available in December.
- Dealers and sellers can sign-up to receive updates via an IRS [e-News Subscriptions here](#). Select “e-news for business” and sign-up for e-news for clean vehicle industry.
- Treasury and the IRS will carefully consider feedback submitted during the public comment periods for proposed regulations before issuing final regulations.



Thank You