# 2023 Federal Tax Credits

Tax credits are deducted from your tax liability, reducing the taxes you owe. The 2023 federal tax credit requirements no longer have a sales cap for any manufacturer, as well as the following changes.

<table>
<thead>
<tr>
<th>New Vehicle</th>
<th>Used Vehicle</th>
</tr>
</thead>
</table>
| **Income cap** | Filing individually: < $150K  
Head of household: < $225K  
Filing jointly: < $300K | Filing individually: < $75K  
Head of household: < $112,500  
Filing jointly: < $150K |
| **Vehicle price** | Under $55K (if sedan/hatchback)  
Under $80K (if SUV/van/truck) | Under $25K |
| **Requirements** | EV’s final assembly location must be in North America  
If plug-in hybrid, battery must be at least 7 kWh  
If EV meets critical mineral mining requirements | Car must be at least 2 model years old  
Vehicle must be purchased from a dealer  
Used vehicle tax credit can be claimed once every 3 years; each EV can qualify on only one resale |
| **Incentive** | Credit of 30% of purchase price, up to $4,000 |
| $3,750 + $3,750 | = up to $7,500 |

## 2023 Massachusetts State Rebate

Apply for your rebate from the Dept. of Energy Resources at [MOR-EV.ORG](http://MOR-EV.ORG) within three months of purchase. Below are proposed updates to the MOR-EV rebates, details to be announced by the DOER.

<table>
<thead>
<tr>
<th>Rebate</th>
<th>Additional</th>
</tr>
</thead>
<tbody>
<tr>
<td>$3,500 Rebate</td>
<td>$1,000 For turning in a combustion engine vehicle</td>
</tr>
<tr>
<td>$1,500 Rebate</td>
<td>$1,500 For income-eligible applicants</td>
</tr>
</tbody>
</table>

Rebate requirements are the same as in 2022, with the following changes:
- BEV purchase price must be under $55,000; PHEV purchase price must be under $50,000
- PHEVs must have an all-electric range of at least 25 miles

## Learn More

About changes to the federal tax credit: [https://home.treasury.gov/system/files/136/EV-Tax-Credit-FAQs.pdf](https://home.treasury.gov/system/files/136/EV-Tax-Credit-FAQs.pdf)

More questions? Email newtonevtaskforce@gmail.com
2022 Federal Tax Credits

Tax credits are deducted from your tax liability, reducing the taxes you owe.

If you purchased (or had a binding contract for) a new EV before Aug. 16, your EV tax credit is based on battery size.

All-electric EVs are eligible for the full credit of $7,500. Plug-in hybrid EVs are eligible for between $3,000 and $7,500, depending on the battery used in the vehicle.

Note: Due to a manufacturing sales cap, GM and Tesla vehicles are not eligible through Dec. 2022.

If you purchase a new EV between Aug. 16 and Dec. 31, 2022, your EV tax credit is $7,500 no matter the battery size, but the car’s final assembly must be in North America.

End of 2022 Eligible Vehicles

<table>
<thead>
<tr>
<th>2022 Audi Q5 PHEV</th>
<th>2022 Jeep Grand Cherokee PHEV</th>
</tr>
</thead>
<tbody>
<tr>
<td>2022/23 BMW 3-series PHEV 330e</td>
<td>2022 Jeep Wrangler 4xe PHEV</td>
</tr>
<tr>
<td>2022 BMW X5 xDrive45e</td>
<td>2022 Lincoln Aviator PHEV</td>
</tr>
<tr>
<td>2022 Chrysler Pacifica PHEV</td>
<td>2022 Lincoln Corsair PHEV</td>
</tr>
<tr>
<td>2022 Ford Escape PHEV</td>
<td>2022 Lucid Air</td>
</tr>
<tr>
<td>2022 Ford F-150 Lightning</td>
<td>2023 Mercedes EQS SUV</td>
</tr>
<tr>
<td>2022 Ford Mustang MACH E</td>
<td>2023 Nissan Leaf</td>
</tr>
<tr>
<td>2022 Ford E-Transit Van</td>
<td>2022 Rivian R1T</td>
</tr>
<tr>
<td>2023 Mercedes EQS SUV</td>
<td>2022 Volvo S60 T8 PHEV</td>
</tr>
</tbody>
</table>

Credit of up to $7,500

2022 Massachusetts State Rebate

Apply for your rebate from the Dept. of Energy Resources at MOR-EV.ORG within three months of purchase.

$2,500 Rebate

New battery or fuel cell EV

$1,500 Rebate

New plug-in hybrid EV

Notable rebate requirements:
- Purchase price must be under $50,000
- Purchased or leased in MA
- Must be a resident living in MA
- Leased vehicles eligible if lease at least 36 months
- Commercial and non-profit fleets eligible

Learn More

About changes to the federal tax credit:

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