

# Tax Credits for Commercial Electric Vehicle Chargers



*This information is not a replacement for professional tax advice. Eligibility for IRA credits is changing frequently. AEP advises consultation with tax professionals confirm specific eligibility criteria for tax credits.*

IRA – Chargers	Description	The Inflation Reduction Act of 2022 introduced significant tax incentives to accelerate the adoption of electric vehicles (EVs) and EV charging infrastructure in the United States.		
	Department/ Authority	Internal Revenue Service	Funding Mechanism	Tax Credit
	Timeline	2023-2032		

Tax Credit	<a href="#">Link to more information on EV charger tax credits</a>	Eligible Uses	<ul style="list-style-type: none"><li>• Business use</li><li>• Use primarily in U.S.</li></ul>
Program Goals	<ul style="list-style-type: none"><li>• Reduce emissions from the transportation sector</li><li>• These tax credits aim to incentivize businesses to transition to electric fleets and expand EV charging infrastructure, promoting a cleaner and more sustainable transportation sector.</li></ul>	Key Provisions	<ul style="list-style-type: none"><li>• EV Charger Tax Credit: Businesses can claim a tax credit of up to 30% of the cost of installing EV charging stations, with a maximum credit of \$100,000 per charging station for commercial installations.</li><li>• Bidirectional Charger Eligibility: The tax credit now extends to bidirectional chargers, which can send power back to the grid.</li><li>• Commercial installations must meet prevailing wage and apprenticeship requirements to qualify for the full credit.</li><li>• The credit is non-refundable, but can be carried forward for up to 20 years</li></ul>
Funding Restrictions	<ul style="list-style-type: none"><li>• Qualifying property is limited to property placed in service within low-income communities OR non-urban census tracts.</li><li>• <a href="#">Consult this map</a> from the US Department of Energy to determine if your location is eligible to receive this tax incentive.</li></ul>		

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