



Electric Vehicle Incentives in Vermont



Several incentives are available to help Vermonters drive electric, including a federal tax credit, electric utility programs and incentives from the State of Vermont. These can be combined to reduce the up-front price of an electric vehicle by up to \$14,000 or more. The Drive Electric Vermont website has an incentive calculator tool to help Vermonters determine which incentives they may qualify for.

Federal Tax Credit

New plug-in electric vehicles are eligible for a federal tax credit up to \$7,500. Only vehicles assembled in North America are eligible for the consumer credit. You must have an annual tax liability of at least the amount of the credit to get the full benefit, unless leasing in which case the leasing company will be eligible for the credit and may pass through a lease discount. Used EV purchases can receive a tax credit up to \$4,000. Please check our website for current information on tax credit amounts and additional eligibility requirements.

Vermont Electric Utility Incentives

AEV: All-Electric Vehicle

PHEV: Plug-in Hybrid Electric Vehicle

Burlington Electric Department

- \$2,300 rebate for purchase or lease of a new AEV or \$2,000 for a PHEV priced at \$50,000 or less.
- \$1,300 rebate for purchase of used AEV or PHEV.
- Moderate income customers are eligible for up to an additional \$700 incentive.
- \$900 rebate toward a qualifying level 2 (240 Volt) charger if bought within 60 days of EV purchase.
- Discounted EV charging rate of 9 cents/kWh when all charging for the month occurs between 10 pm and 12 noon using a BED-approved charger.

Stowe Electric Department

- \$750 rebate for the purchase of a new AEV or PHEV.
- \$500 for a used AEV or \$375 for a used PHEV.
- Income qualifying customers are also eligible for up to an additional \$675 incentive on a new or used AEV or PHEV.

Vermont Public Power Supply Authority

- \$1,250 rebate for the purchase or lease of a new AEV or \$500 for a PHEV – available to customers of the following municipal electric utilities: Barton Village, Village of Enosburg Falls, Hardwick Electric Department, Village of Jacksonville, Village of Johnson, Ludlow Electric Light Department, Lyndonville Electric Department, Morrisville Water and Light Department, Northfield Electric Department, Village of Orleans, and Swanton Village.
- Additional \$400 incentive for low income customers purchasing a new AEV or PHEV.
- Up to \$500 rebate for a pre-owned EV.
- Free level 2 (240 Volt) charging equipment with an EV purchase.

Green Mountain Power

- \$2,200 rebate for purchase or lease of a new AEV or \$1,000 for a PHEV.
- \$1,500 rebate for purchase of a used AEV or \$750 for a used PHEV.
- Low-to-moderate income customers getting a new or used AEV may qualify for an additional \$1,000 rebate.
- Free level 2 (240 Volt) charging equipment with an EV purchase.
- Discounted off-peak EV charging rates available

Vermont Electric Co-op

- \$500 bill credit for the purchase of a new or used AEV.
- \$250 bill credit for the purchase of a new or used for a PHEV.
- \$100 bill credit for each year of AEV lease.
- \$50 bill credit for each year of a PHEV lease.
- Low-to-moderate income members may qualify for an additional \$500 bill credit.
- Free level 2 (240 Volt) charging equipment with an EV purchase with additional monthly incentives for off-peak charging.

Washington Electric Co-op

- \$500 for the purchase or lease of a new or used AEV.
- \$250 for a new or used PHEV.
- Additional \$700 incentive is available for income-eligible households for new or used EVs.
- Free level 2 (240 Volt) charging equipment with an EV purchase.

See reverse for State of Vermont incentive information

State of Vermont Electric Vehicle Incentives

The State of Vermont has offers incentives to help low and moderate income Vermonters purchase new and used EVs. The table below details State eligibility and incentive amounts for purchasing a new EV based on your most recent annual Adjusted Gross Income (AGI) reported on a tax return.

For used EVs, there is a program called MileageSmart offering income-eligible Vermonters an incentive of 25% of the purchase price, up to \$5,000 on a used high efficiency vehicle.

State of Vermont New EV Incentive Amounts by Adjusted Gross Income and Vehicle Type

Tax Filing Status	Adjusted Gross Income (AGI) Limits	State Incentive Amount	
		Plug-in Hybrid Electric Vehicle (PHEV)	All-Electric Vehicle (AEV)
Individual filing as single –or– Married couple filing separately	\$60,000 or less	\$3,000	\$5,000
	\$60,001 up to \$100,000	\$1,500	\$2,500
Individual filing as head of household	\$75,000 or less	\$3,000	\$5,000
	\$75,001 up to \$125,000	\$1,500	\$2,500
Married couple filing jointly –or– Individual filing as qualifying widower/surviving spouse	\$90,000 or less	\$3,000	\$5,000
	\$90,001 up to \$150,000	\$1,500	\$2,500

How to Receive a State Incentive

There are two ways to get the State incentive for a new EV purchase or lease – either at a participating auto dealer or via a direct application:

Auto Dealership Point-of-Sale

Participating dealerships will pass the State incentive to customers at the dealership by applying the incentive amount to the customer's down payment.

Consumer Direct

If the customer chooses to claim the incentive and request payment directly, they must submit their application for an eligible vehicle within 60 days of purchase.

Replace Your Ride

The State of Vermont also offers up to \$5,000 for scrapping a 10+ year old gasoline vehicle and replacing it with a new AEV, PHEV or clean mobility services (bike, eBike, CarShare, etc). This can be stacked with all of the above-mentioned incentives. Income eligibility and other requirements apply. See our website for additional information.

Eligibility Requirements

- Incentives are available for plug-in electric vehicles sold/leased as new with a base model manufacturer's suggested retail price (MSRP) of \$52,500 or less. Plug-in Hybrid Electric Vehicles must have at least 30 miles of electric range to qualify. See the Drive Electric Vermont website for a list of eligible models.
- Customer purchases may exceed the base price cap as long as the State of Vermont has determined the base model is eligible.
- Funds are disbursed on a first-come, first-served basis.
- Only Vermont residents are eligible. Effective 4/1/2024 there is a limit of one incentive per individual over the life of the program.
- See website for additional information.

Updated 4/1/2024

Learn more about the electric vehicle incentive programs, including the list of vehicles eligible for State of Vermont incentives, participating dealerships, and remaining incentive funding at

www.driveelectricvt.com/incentives



Incentive
Calculator

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