

Clean Truck Amendments

2025 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Paul A. Cutler

Senate Sponsor: Kirk A. Cullimore

LONG TITLE**General Description:**

This bill addresses issues related to heavy duty vehicles.

Highlighted Provisions:

This bill:

- defines terms;
- prohibits the Division of Motor Vehicles (division) from accepting new registrations for a motor vehicle in certain counties if the motor vehicle meets certain criteria;
- prohibits the division, beginning on January 1, 2030, from registering any motor vehicle that has a gross vehicle weight rating of more than 14,000 pounds and was manufactured before 2010, with exceptions for certain owners;
- addresses tax credits for a purchase of a qualified heavy duty vehicle if certain conditions are met; and
- makes technical and conforming changes.

Money Appropriated in this Bill:

None

Other Special Clauses:

None

Utah Code Sections Affected:

AMENDS:

41-1a-202, as last amended by Laws of Utah 2023, Chapters 81, 532

59-7-618.1, as enacted by Laws of Utah 2021, Chapter 371

59-10-1033.1, as enacted by Laws of Utah 2021, Chapter 371

Be it enacted by the Legislature of the state of Utah:

Section 1. Section **41-1a-202** is amended to read:

41-1a-202 . Definitions -- Vehicles exempt from registration -- Registration of vehicles after establishing residency -- Vehicles prohibited from registration.

31 (1) In this section:

32 (a) "Brake horsepower" means the horsepower of an engine, measured by a brake
33 attached to the drive shaft and recorded on a dynamometer.

34 (b) "Brake horsepower hour" means the total amount of power measured in brake
35 horsepower used by an engine during a period of time.

36 [~~(a)~~] (c) "Domicile" means the place:

37 (i) where an individual has a fixed permanent home and principal establishment;

38 (ii) to which the individual if absent, intends to return; and

39 (iii) in which the individual and his family voluntarily reside, not for a special or
40 temporary purpose, but with the intention of making a permanent home.

41 (d)(i) "Major nonattainment county" means a county of the first or second class in an
42 ozone nonattainment area.

43 (ii) "Major nonattainment county" includes:

44 (A) Davis County;

45 (B) Salt Lake County;

46 (C) Utah County; and

47 (D) Weber County.

48 (e) "Prohibited heavy duty vehicle" means a heavy duty vehicle that has:

49 (i) a gross vehicle weight rating of more than 14,000 pounds; and

50 (ii) a model year of 2009 or older.

51 [~~(b)~~] (f)(i) "Resident" means any of the following:

52 (A) an individual who:

53 (I) has established a domicile in this state;

54 (II) regardless of domicile, remains in this state for an aggregate period of six
55 months or more during any calendar year;

56 (III) engages in a trade, profession, or occupation in this state or who accepts
57 employment in other than seasonal work in this state and who does not
58 commute into the state;

59 (IV) declares himself to be a resident of this state for the purpose of obtaining a
60 driver license or motor vehicle registration; or

61 (V) declares himself a resident of Utah to obtain privileges not ordinarily
62 extended to nonresidents, including going to school, or placing children in
63 school without paying nonresident tuition or fees; or

64 (B) any individual, partnership, limited liability company, firm, corporation,

- 65 association, or other entity that:
- 66 (I) maintains a main office, branch office, or warehouse facility in this state
- 67 and that bases and operates a motor vehicle in this state; or
- 68 (II) operates a motor vehicle in intrastate transportation for other than seasonal
- 69 work.
- 70 (ii) "Resident" does not include any of the following:
- 71 (A) a member of the military temporarily stationed in Utah;
- 72 (B) an out-of-state student, as classified by the institution of higher education,
- 73 enrolled with the equivalent of seven or more quarter hours, regardless of
- 74 whether the student engages in a trade, profession, or occupation in this state or
- 75 accepts employment in this state; and
- 76 (C) an individual domiciled in another state or a foreign country that:
- 77 (I) is engaged in public, charitable, educational, or religious services for a
- 78 government agency or an organization that qualifies for tax-exempt status
- 79 under Internal Revenue Code Section 501(c)(3);
- 80 (II) is not compensated for services rendered other than expense
- 81 reimbursements; and
- 82 (III) is temporarily in Utah for a period not to exceed 24 months.
- 83 (iii) Notwithstanding Subsections [~~(1)(b)(i)~~] (1)(f)(i) and (ii), "resident" includes the
- 84 owner of a vehicle equipped with an automated driving system as defined in
- 85 Section 41-26-102.1 if the vehicle is physically present in the state for more than
- 86 30 consecutive days in a calendar year.
- 87 (2)(a) Registration under this chapter is not required for any:
- 88 (i) vehicle registered in another state and owned by a nonresident of the state or
- 89 operating under a temporary registration permit issued by the division or a dealer
- 90 authorized by this chapter, driven or moved upon a highway in conformance with
- 91 the provisions of this chapter relating to manufacturers, transporters, dealers, lien
- 92 holders, or interstate vehicles;
- 93 (ii) vehicle driven or moved upon a highway only for the purpose of crossing the
- 94 highway from one property to another;
- 95 (iii) implement of husbandry, whether of a type otherwise subject to registration or
- 96 not, that is only incidentally operated or moved upon a highway;
- 97 (iv) special mobile equipment;
- 98 (v) vehicle owned or leased by the federal government;

- 99 (vi) motor vehicle not designed, used, or maintained for the transportation of
100 passengers for hire or for the transportation of property if the motor vehicle is
101 registered in another state and is owned and operated by a nonresident of this state;
- 102 (vii) vehicle or combination of vehicles designed, used, or maintained for the
103 transportation of persons for hire or for the transportation of property if the
104 vehicle or combination of vehicles is registered in another state and is owned and
105 operated by a nonresident of this state and if the vehicle or combination of
106 vehicles has a gross laden weight of 26,000 pounds or less;
- 107 (viii) trailer of 750 pounds or less unladen weight and not designed, used, and
108 maintained for hire for the transportation of property or person;
- 109 (ix) single-axle trailer unless that trailer is:
- 110 (A) a commercial vehicle;
- 111 (B) a trailer designed, used, and maintained for hire for the transportation of
112 property or person; or
- 113 (C) a travel trailer, camping trailer, or fifth wheel trailer of 750 pounds or more
114 laden weight;
- 115 (x) manufactured home or mobile home;
- 116 (xi) off-highway vehicle currently registered under Section 41-22-3 if the
117 off-highway vehicle is:
- 118 (A) being towed;
- 119 (B) operated on a street or highway designated as open to off-highway vehicle
120 use; or
- 121 (C) operated in the manner prescribed in Subsections 41-22-10.3(1) through (3);
- 122 (xii) off-highway implement of husbandry operated in the manner prescribed in
123 Subsections 41-22-5.5(3) through (5);
- 124 (xiii) modular and prebuilt homes conforming to the uniform building code and
125 presently regulated by the United States Department of Housing and Urban
126 Development that are not constructed on a permanent chassis;
- 127 (xiv) electric assisted bicycle defined under Section 41-6a-102;
- 128 (xv) motor assisted scooter defined under Section 41-6a-102; or
- 129 (xvi) electric personal assistive mobility device defined under Section 41-6a-102.
- 130 (b) For purposes of an implement of husbandry as described in Subsection (2)(a)(iii),
131 incidental operation on a highway includes operation that is:
- 132 (i) transportation of raw agricultural materials or other agricultural related operations;

- 133 and
- 134 (ii) limited to 100 miles round trip on a highway.
- 135 (3) Unless otherwise exempted under Subsection (2), registration under this chapter is
- 136 required for any motor vehicle, combination of vehicles, trailer, semitrailer, vintage
- 137 vehicle, or restored-modified vehicle within 60 days of the owner establishing residency
- 138 in this state.
- 139 (4) A motor vehicle that is registered under Section 41-3-306 is exempt from the
- 140 registration requirements of this part for the time period that the registration under
- 141 Section 41-3-306 is valid.
- 142 (5) A vehicle that has been issued a nonrepairable certificate may not be registered under
- 143 this chapter.
- 144 (6)(a) Beginning on May 7, 2025, and ending on December 31, 2029, the division may
- 145 not register a prohibited heavy duty vehicle in a major nonattainment county unless
- 146 the prohibited heavy duty vehicle was registered with the division on or before May
- 147 7, 2025.
- 148 (b) Except as provided in Subsection (6)(c), on and after January 1, 2030, the division
- 149 may not register a prohibited heavy duty vehicle in a major nonattainment county.
- 150 (c) Notwithstanding Subsection (6)(b), the division may register a prohibited heavy duty
- 151 vehicle if the owner of the prohibited heavy duty vehicle certifies on a form provided
- 152 by the division that the owner:
- 153 (i) owns the prohibited heavy duty vehicle as a sole proprietor or as the only member
- 154 of a business entity;
- 155 (ii) owns no more than one prohibited heavy duty vehicle; and
- 156 (iii) uses the prohibited heavy duty vehicle for activities related to construction.
- 157 (d) The division shall provide a link on the division's website to a list of prohibited
- 158 heavy duty vehicles.

159 Section 2. Section **59-7-618.1** is amended to read:

160 **59-7-618.1 . Tax credit related to alternative fuel heavy duty vehicles.**

- 161 (1) As used in this section:
- 162 (a) "Board" means the Air Quality Board created under Title 19, Chapter 2, Air
- 163 Conservation Act.
- 164 (b) "Director" means the director of the Division of Air Quality appointed under Section
- 165 19-2-107.
- 166 (c) "Heavy duty vehicle" means a commercial category 7 or 8 vehicle, according to

- 167 vehicle classifications established by the Federal Highway Administration.
- 168 (d) "Natural gas" includes compressed natural gas and liquified natural gas.
- 169 (e) "Prohibited heavy duty vehicle" means the same as that term is defined in Section
 170 41-1a-202.
- 171 (f)(i) "Qualified county" means a county of the first or second class in an ozone
 172 nonattainment area.
- 173 (ii) "Qualified county" includes:
- 174 (A) Davis County;
- 175 (B) Salt Lake County;
- 176 (C) Utah County; and
- 177 (D) Weber County.
- 178 ~~(e)~~ (g) "Qualified heavy duty vehicle" means:
- 179 (i) a heavy duty vehicle that:
- 180 ~~(i)~~ (A) has never been titled or registered and has been driven less than 7,500
 181 miles; and
- 182 ~~(i)~~ (B) is fueled by natural gas, has a 100% electric drivetrain, or has a
 183 hydrogen-electric drivetrain[-] ; or
- 184 (ii) for a purchase of a heavy duty vehicle to replace a prohibited heavy duty vehicle,
 185 the heavy duty vehicle that is the subject of the purchase:
- 186 (A) is a 2010 model year or newer; and
- 187 (B) is registered by the purchaser within a qualified county.
- 188 ~~(f)~~ (h) "Qualified purchase" means the purchase of a qualified heavy duty vehicle.
- 189 ~~(g)~~ (i) "Qualified taxpayer" means a taxpayer that:
- 190 (i) purchases a qualified heavy duty vehicle; and
- 191 (ii) receives a tax credit certificate from the director.
- 192 ~~(h)~~ (j) "Small fleet" means ~~[40]~~ 10 or fewer heavy duty vehicles registered in the state
 193 and owned by a single taxpayer.
- 194 ~~(i)~~ (k) "Tax credit certificate" means a certificate issued by the director certifying that a
 195 taxpayer is entitled to a tax credit as provided in this section and stating the amount
 196 of the tax credit.
- 197 (2) A qualified taxpayer may claim a nonrefundable tax credit against tax otherwise due
 198 under this chapter or Chapter 8, Gross Receipts Tax on Certain Corporations Not
 199 Required to Pay Corporate Franchise or Income Tax Act:
- 200 (a) in an amount equal to:

- 201 (i) \$15,000, if the qualified purchase occurs during calendar year 2021;
 202 (ii) \$13,500, if the qualified purchase occurs during calendar year 2022;
 203 (iii) \$12,000, if the qualified purchase occurs during calendar year 2023;
 204 (iv) \$10,500, if the qualified purchase occurs during calendar year 2024;
 205 (v) \$9,000, if the qualified purchase occurs during calendar year 2025;
 206 (vi) [~~\$7,500~~] \$8,000, if the qualified purchase occurs during calendar year 2026;
 207 (vii) [~~\$6,000~~] \$7,000, if the qualified purchase occurs during calendar year 2027;
 208 (viii) [~~\$4,500~~] \$6,000, if the qualified purchase occurs during calendar year 2028;
 209 (ix) [~~\$3,000~~] \$5,000, if the qualified purchase occurs during calendar year 2029; and
 210 (x) [~~\$1,500~~] \$4,000, if the qualified purchase occurs during calendar year 2030; and

211 (b) if the qualified taxpayer:

212 (i)(A) certifies under oath that over 50% of the miles that the heavy duty vehicle
 213 that is the subject of the qualified purchase will travel annually will be within
 214 the state[-] ; and

215 (B) provides the director proof that the heavy duty vehicle that is the subject of the
 216 qualified purchase is a qualified heavy duty vehicle under Subsection (1)(g)(i);
 217 or

218 (ii)(A) certifies under oath that over 50% of the miles that the heavy duty vehicle
 219 that is the subject of the qualified purchase will travel annually will be within
 220 the state; and

221 (B) provides the director proof of a bill of sale showing that the prohibited heavy
 222 duty vehicle was sold to a person residing outside the qualified county or proof
 223 of the prohibited heavy duty vehicle's permanent disability.

224 (3)(a) Except as provided in Subsection (3)(b), a taxpayer may not submit an application
 225 for, and the director may not issue to the taxpayer, a tax credit certificate under this
 226 section in any taxable year for a qualified purchase if the director has already issued
 227 tax credit certificates to the taxpayer for 10 qualified purchases in the same taxable
 228 year.

229 (b) If, by May 1 of any year, more than 30% of the aggregate annual total amount of tax
 230 credits under Subsection (5) has not been claimed, a taxpayer may submit an
 231 application for, and the director may issue to the taxpayer, one or more tax credit
 232 certificates for up to eight additional qualified purchases, even if the director has
 233 already issued to that taxpayer tax credit certificates for the maximum number of
 234 qualified purchases allowed under Subsection (3)(a).

- 235 (4)(a) Subject to Subsection (4)(b), the director shall reserve 25% of all tax credits
236 available under this section for qualified taxpayers with a small fleet.
- 237 (b) Subsection (4)(a) does not prevent a taxpayer from submitting an application for, or
238 the director from issuing, a tax credit certificate if, before October 1, qualified
239 taxpayers with a small fleet have not reserved under Subsection (5)(b) tax credits for
240 the full amount reserved under Subsection (4)(a).
- 241 (5)(a) The aggregate annual total amount of tax credits represented by tax credit
242 certificates that the director issues under this section and Section 59-10-1033.1 may
243 not exceed \$500,000.
- 244 (b) The board shall, in accordance with Title 63G, Chapter 3, Utah Administrative
245 Rulemaking Act, make rules to establish a process under which a taxpayer may
246 reserve a potential tax credit under this section for a limited time to allow the
247 taxpayer to make a qualified purchase with the assurance that the aggregate limit
248 under Subsection (5)(a) will not be met before the taxpayer is able to submit an
249 application for a tax credit certificate.
- 250 (6)(a)(i) A taxpayer wishing to claim a tax credit under this section shall, using forms
251 the board requires by rule:
- 252 (A) submit to the director an application for a tax credit;
253 (B) provide the director proof of a qualified purchase; and
254 (C) submit to the director the certification under oath required under Subsection
255 (2)(b).
- 256 (ii) Upon receiving the application, proof, and certification required under Subsection
257 (6)(a)(i), the director shall provide the taxpayer a written statement from the
258 director acknowledging receipt of the proof.
- 259 (b) If the director determines that a taxpayer qualifies for a tax credit under this section,
260 the director shall:
- 261 (i) determine the amount of tax credit the taxpayer is allowed under this section; and
262 (ii) provide the taxpayer with a written tax credit certificate:
- 263 (A) stating that the taxpayer has qualified for a tax credit; and
264 (B) showing the amount of tax credit for which the taxpayer has qualified under
265 this section.
- 266 (c) A qualified taxpayer shall retain the tax credit certificate.
- 267 (d) The director shall at least annually submit to the commission a list of all qualified
268 taxpayers to which the director has issued a tax credit certificate and the amount of

- 269 each tax credit represented by the tax credit certificates.
- 270 (7) The tax credit under this section is allowed only:
- 271 (a) against a tax owed under this chapter or Chapter 8, Gross Receipts Tax on Certain
- 272 Corporations Not Required to Pay Corporate Franchise or Income Tax Act, in the
- 273 taxable year by the qualified taxpayer;
- 274 (b) for the taxable year in which the qualified purchase occurs; and
- 275 (c) once per vehicle.
- 276 (8) A qualified taxpayer may not assign a tax credit or a tax credit certificate under this
- 277 section to another person.
- 278 (9) If the qualified taxpayer receives a tax credit certificate under this section that allows a
- 279 tax credit in an amount that exceeds the qualified taxpayer's tax liability under this
- 280 chapter or Chapter 8, Gross Receipts Tax on Certain Corporations Not Required to Pay
- 281 Corporate Franchise or Income Tax Act, for a taxable year, the qualified taxpayer may
- 282 carry forward the amount of the tax credit that exceeds the tax liability for a period that
- 283 does not exceed the next five taxable years.

284 Section 3. Section **59-10-1033.1** is amended to read:

285 **59-10-1033.1 . Tax credit related to alternative fuel heavy duty vehicles.**

- 286 (1) As used in this section:
- 287 (a) "Board" means the Air Quality Board created under Title 19, Chapter 2, Air
- 288 Conservation Act.
- 289 (b) "Director" means the director of the Division of Air Quality appointed under Section
- 290 19-2-107.
- 291 (c) "Heavy duty vehicle" means a commercial category 7 or 8 vehicle, according to
- 292 vehicle classifications established by the Federal Highway Administration.
- 293 (d) "Natural gas" includes compressed natural gas and liquified natural gas.
- 294 (e) "Prohibited heavy duty vehicle" means the same as that term is defined in Section
- 295 41-1a-202.
- 296 (f)(i) "Qualified county" means a county of the first or second class in an ozone
- 297 nonattainment area.
- 298 (ii) "Qualified county" includes:
- 299 (A) Davis County;
- 300 (B) Salt Lake County;
- 301 (C) Utah County; and
- 302 (D) Weber County.

- 303 ~~(e)~~ (g) "Qualified heavy duty vehicle" means:
- 304 (i) a heavy duty vehicle that:
- 305 ~~(i)~~ (A) has never been titled or registered and has been driven less than 7,500
- 306 miles; and
- 307 ~~(ii)~~ (B) is fueled by natural gas, has a 100% electric drivetrain, or has a
- 308 hydrogen-electric drivetrain~~[-]~~ ; or
- 309 (ii) for a purchase of a heavy duty vehicle to replace a prohibited heavy duty vehicle,
- 310 the heavy duty vehicle that is the subject of the purchase:
- 311 (A) is a 2010 model year or newer; and
- 312 (B) is registered by the purchaser within a qualified county.
- 313 ~~(f)~~ (h) "Qualified purchase" means the purchase of a qualified heavy duty vehicle.
- 314 ~~(g)~~ (i) "Qualified taxpayer" means a claimant, estate, or trust that:
- 315 (i) purchases a qualified heavy duty vehicle; and
- 316 (ii) receives a tax credit certificate from the director.
- 317 ~~(h)~~ (j) "Small fleet" means ~~[40]~~ 10 or fewer heavy duty vehicles registered in the state
- 318 and owned by a single claimant, estate, or trust.
- 319 ~~(i)~~ (k) "Tax credit certificate" means a certificate issued by the director certifying that a
- 320 claimant, estate, or trust is entitled to a tax credit as provided in this section and
- 321 stating the amount of the tax credit.
- 322 (2) A qualified taxpayer may claim a nonrefundable tax credit against tax otherwise due
- 323 under this chapter:
- 324 (a) in an amount equal to:
- 325 (i) \$15,000, if the qualified purchase occurs during calendar year 2021;
- 326 (ii) \$13,500, if the qualified purchase occurs during calendar year 2022;
- 327 (iii) \$12,000, if the qualified purchase occurs during calendar year 2023;
- 328 (iv) \$10,500, if the qualified purchase occurs during calendar year 2024;
- 329 (v) \$9,000, if the qualified purchase occurs during calendar year 2025;
- 330 (vi) ~~[\$7,500]~~ \$8,000, if the qualified purchase occurs during calendar year 2026;
- 331 (vii) ~~[\$6,000]~~ \$7,000, if the qualified purchase occurs during calendar year 2027;
- 332 (viii) ~~[\$4,500]~~ \$6,000, if the qualified purchase occurs during calendar year 2028;
- 333 (ix) ~~[\$3,000]~~ \$5,000, if the qualified purchase occurs during calendar year 2029; and
- 334 (x) ~~[\$1,500]~~ \$4,000, if the qualified purchase occurs during calendar year 2030; and
- 335 (b) if the qualified taxpayer:
- 336 ~~(i)~~(A) certifies under oath that over 50% of the miles that the heavy duty vehicle

- 337 that is the subject of the qualified purchase will travel annually will be within
338 the state[-] ; and
- 339 (B) provides the director proof that the heavy duty vehicle that is the subject of the
340 qualified purchase is a qualified heavy duty vehicle under Subsection (1)(g)(i);
341 or
- 342 (ii)(A) certifies under oath that over 50% of the miles that the heavy duty vehicle
343 that is the subject of the qualified purchase will travel annually will be within
344 the state; and
- 345 (B) provides the director proof of a bill of sale showing that the prohibited heavy
346 duty vehicle was sold to a person residing outside the qualified county or proof
347 of the prohibited heavy duty vehicle's permanent disability.
- 348 (3)(a) Except as provided in Subsection (3)(b), a claimant, estate, or trust may not
349 submit an application for, and the director may not issue to the claimant, estate, or
350 trust, a tax credit certificate under this section in any taxable year for a qualified
351 purchase if the director has already issued tax credit certificates to the claimant,
352 estate, or trust for 10 qualified purchases in the same taxable year.
- 353 (b) If, by May 1 of any year, more than 30% of the aggregate annual total amount of tax
354 credits under Subsection (5) has not been claimed, a claimant, estate, or trust may
355 submit an application for, and the director may issue to the claimant, estate, or trust,
356 one or more tax credit certificates for up to eight additional qualified purchases, even
357 if the director has already issued to that claimant, estate, or trust tax credit certificates
358 for the maximum number of qualified purchases allowed under Subsection (3)(a).
- 359 (4)(a) Subject to Subsection (4)(b), the director shall reserve 25% of all tax credits
360 available under this section for qualified taxpayers with a small fleet.
- 361 (b) Subsection (4)(a) does not prevent a claimant, estate, or trust from submitting an
362 application for, or the director from issuing, a tax credit certificate if, before October
363 1, qualified taxpayers with a small fleet have not reserved under Subsection (5)(b) tax
364 credits for the full amount reserved under Subsection (4)(a).
- 365 (5)(a) The aggregate annual total amount of tax credits represented by tax credit
366 certificates that the director issues under this section and Section 59-7-618.1 may not
367 exceed \$500,000.
- 368 (b) The board shall, in accordance with Title 63G, Chapter 3, Utah Administrative
369 Rulemaking Act, make rules to establish a process under which a claimant, estate, or
370 trust may reserve a potential tax credit under this section for a limited time to allow

371 the claimant, estate, or trust to make a qualified purchase with the assurance that the
372 aggregate limit under Subsection (5)(a) will not be met before the claimant, estate, or
373 trust is able to submit an application for a tax credit certificate.

374 (6)(a)(i) A claimant, estate, or trust wishing to claim a tax credit under this section
375 shall, using forms the board requires by rule:

376 (A) submit to the director an application for a tax credit;

377 (B) provide the director proof of a qualified purchase; and

378 (C) submit to the director the certification under oath required under Subsection
379 (2)(b).

380 (ii) Upon receiving the application, proof, and certification required under Subsection
381 (6)(a)(i), the director shall provide the claimant, estate, or trust a written statement
382 from the director acknowledging receipt of the proof.

383 (b) If the director determines that a claimant, estate, or trust qualifies for a tax credit
384 under this section, the director shall:

385 (i) determine the amount of tax credit the claimant, estate, or trust is allowed under
386 this section; and

387 (ii) provide the claimant, estate, or trust with a written tax credit certificate:

388 (A) stating that the claimant, estate, or trust has qualified for a tax credit; and

389 (B) showing the amount of tax credit for which the claimant, estate, or trust has
390 qualified under this section.

391 (c) A qualified taxpayer shall retain the tax credit certificate.

392 (d) The director shall at least annually submit to the commission a list of all qualified
393 taxpayers to which the director has issued a tax credit certificate and the amount of
394 each tax credit represented by the tax credit certificates.

395 (7) The tax credit under this section is allowed only:

396 (a) against a tax owed under this chapter in the taxable year by the qualified taxpayer;

397 (b) for the taxable year in which the qualified purchase occurs; and

398 (c) once per vehicle.

399 (8) A qualified taxpayer may not assign a tax credit or a tax credit certificate under this
400 section to another person.

401 (9) If the qualified taxpayer receives a tax credit certificate under this section that allows a
402 tax credit in an amount that exceeds the qualified taxpayer's tax liability under this
403 chapter for a taxable year, the qualified taxpayer may carry forward the amount of the
404 tax credit that exceeds the tax liability for a period that does not exceed the next five

405 taxable years.

406 Section 4. **Effective Date.**

407 This bill takes effect on May 7, 2025.