HOUSE RESOLUTION NO.128

Reps. Witwer, Garza, Bolden, Tyrone Carter, Shannon, Pohutsky, Koleszar, Sabo, Chirkun, Cynthia Johnson, Brenda Carter, Kennedy, LaGrand, Anthony, Haadsma, Hertel, Cambensy, Kuppa, Hope, Brixie, Gay-Dagnogo and Lasinski offered the following resolution:

A resolution to urge the Congress and President of the United States to expand the manufacturer's phaseout for the Qualified Plug-In Electric Drive Motor Vehicle Tax Credit.

Whereas, The Qualified Plug-In Electric Vehicle (PEV) Tax

Credit is a federal tax credit available to individuals who buy a

new, qualified PEV that uses an external source of energy to

recharge the battery, among other criteria. This credit reduces the

cost to buyers of acquiring a new PEV by up to \$7,500 depending on

the vehicle's traction battery capacity and gross weight; and

Whereas, For some buyers, the PEV Tax Credit is limited





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- 1 because manufacturers like General Motors have sold too many
- 2 qualifying vehicles. Under the Internal Revenue Code, the tax
- 3 credit phases out after 200,000 qualifying vehicles are sold. Over
- 4 a one-year period, the credit is reduced by 50 percent the first
- 5 six months and 75 percent the second six months. This reduces
- 6 demand for low emission vehicles, stunts production, and can lead
- 7 to layoffs; and
- 8 Whereas, Bipartisan legislation must be enacted to extend the
- 9 PEV Tax Credit. Legislation like Senator Stabenow's Driving America
- 10 Forward Act would add 400,000 vehicles per manufacturer and allow
- 11 buyers to be eligible for a slightly smaller, one-time tax credit
- 12 of \$7,000. This would allow manufactures like General Motors to
- 13 continue their domestic production operations at their current
- 14 levels and make PEV models more accessible to everyday Americans;
- 15 now, therefore, be it
- 16 Resolved by the House of Representatives, That we urge the
- 17 Congress and President of the United States to expand the
- 18 manufacturer's phaseout for the Qualified Plug-In Electric Drive
- 19 Motor Vehicle Tax Credit; and be it further
- 20 Resolved, That copies of this resolution be transmitted to the
- 21 President of the United States Senate, the Speaker of the United
- 22 States House of Representatives, and the members of the Michigan
- 23 congressional delegation.

