

HB 226 -- Tax Credit on Hybrid Vehicles

Sponsor: Sater

This bill authorizes an individual income tax credit for the purchase price of qualified hybrid vehicles that are powered by a combination of an electric motor and gasoline engine. The credit is limited to the lesser of 10% of the purchase price of the vehicle or \$2,500, and cumulative tax credits cannot exceed \$5 million for any fiscal year. The credit is not refundable but may be carried over for four years.

The provisions of the bill will expire six years from the effective date.