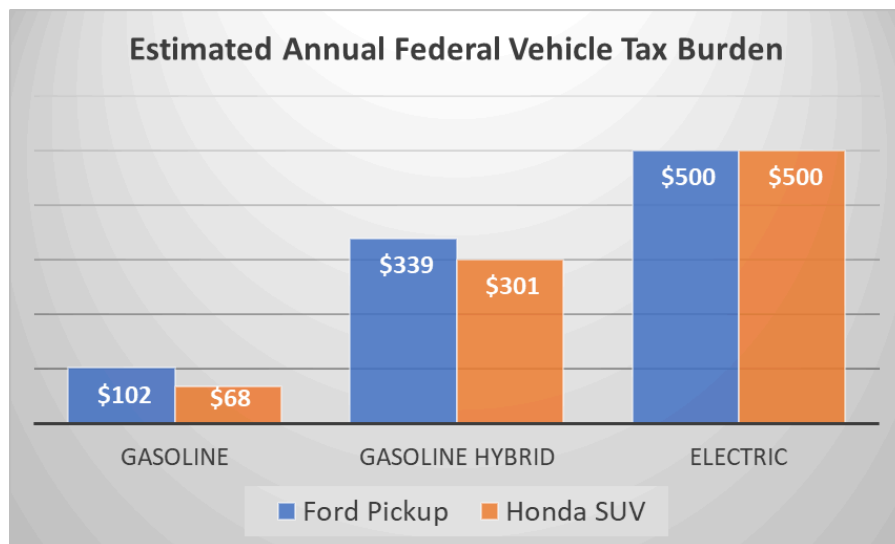


## Consumer Reports: Stop the Exorbitant New Tax on People with Clean Vehicles!

- The new tax, quietly slipped into the House reconciliation bill, would institute a punitive new federal tax on vehicle owners that **would apply to 22% of the vehicles sold in Q1 of 2025**.
- This new tax will not just apply to people who own Teslas and Rivians. It will tax people who choose some of the most popular vehicles in America, including versions of the Toyota Camry, Toyota RAV4, Toyota Sienna minivan, Toyota Tacoma pickup, Ford F150 pickup, Jeep Wrangler, Hyundai Santa Fe, Subaru Forester, Honda CRV, and Honda Civic.
- Now [there's a push](#) to take the proposed annual tax of \$100 for hybrids and \$250 for electric vehicles and increase them to \$250 for hybrids and \$500 for electric vehicles. At either of these levels, this new tax would be [wildly disproportionate compared to what most Americans pay in annual gas taxes](#).
- This new tax would result in a significant new tax burden for Americans who sought refuge from high and volatile gas prices by purchasing a more efficient vehicle.
- At the levels proposed in the Senate, this new tax would effectively confiscate a significant majority of the annual fuel savings consumers could expect from purchasing an efficient hybrid or electric vehicle.



**Figure 1:** Estimated annual federal vehicle tax burden for popular models under the proposed clean vehicle tax<sup>1</sup>

**Consumer Reports** supports the goal of finding new ways to fund our transportation system to ensure that all road users contribute. What is needed is a broad and inclusive conversation about the best ways to equitably fund our transportation system far into the future, regardless of how our vehicles are fueled—not punitive taxes designed to confiscate fuel savings from consumers who just want to save money for their families.

For any questions please contact Chris Harto at [Chris.harto@consumer.org](mailto:Chris.harto@consumer.org)

<sup>1</sup> Analysis assumes average [annual driving of 11,106 miles](#). Honda vehicles are the CRV, CRV hybrid and Prologue, Ford vehicles are the F150 4wd 2.7L, F150 4wd hybrid, and F150 Lightning