

	<p style="text-align: center;">“No Tax on Car Loan Interest” Deduction for Qualified Passenger Vehicle Loan Interest</p>
Years in Effect	2025-2028
Itemized Deductions	Not required; may take this deduction in addition to the standard deduction
Phaseout of Deduction	\$200 for each \$1000 MAGI exceeds \$100,000 (\$200,000 joint returns)
Limitation of Deduction	\$10,000 (all returns)
An Applicable Passenger Vehicle Must:	<ol style="list-style-type: none"> 1. Be for personal use, 2. Be purchased new, not used, 3. Be manufactured primarily for on-road use, 4. Have at least 2 wheels (a car, minivan, van, SUV, pickup, or motorcycle), 5. Be treated as a motor vehicle under Title II of the Clean Air Act, 6. Have a GVWR of less than 14,000 pounds, and 7. Have been finally assembled in the United States (regardless of whether the make is domestic or foreign).
A Qualified Passenger Vehicle Loan Must:	<ol style="list-style-type: none"> 1. Have been originated on or after January 1, 2025, and 2. Be secured by a first lien on an Applicable Passenger Vehicle.
A Qualified Passenger Vehicle Loan Must NOT:	<ol style="list-style-type: none"> 1. Be to finance fleet sales, 2. Be for the purchase of a commercial vehicle (unless it is only used for personal purposes), 3. Be for any lease financing, 4. Be for a vehicle with a salvage title, 5. Be for the purchase of a vehicle to be used for scrap or parts, or 6. Be owed to anyone who is related to the buyer.
Refinancing	Allowed, but only to the extent of the previously remaining debt.