FAQ: Illinois’ Electric Vehicle Rebate Program

Illinois residents that purchase a new or used all-electric vehicle on or after July 1, 2022, from an Illinois licensed dealer, meet all other eligibility requirements, and timely and completely apply during a rebate cycle will be eligible for a rebate as long as funding is available.

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How much is the rebate?
For the current fiscal year, the rebate amounts are $4,000 for an electric vehicle and $1,500 an electric motorcycle.

How do I apply for the electric vehicle (EV) rebate?
Forms and instructions on submitting a rebate application are available on Illinois’ Electric Vehicle Rebate Program webpage during each funding round. You may want to consider signing up for the EV Listserv located on that page to receive funding announcements and updates.

How much funding is available for rebates?
As of July 1, 2022, the Electric Vehicle Rebate Fund had a balance of $17,909,043.51.

Eligibility

May I purchase a vehicle before July 1, 2022, and still apply for the rebate?
No. Vehicles must be purchased on or after July 1, 2022. From the Electric Vehicle Rebate Act:

“To be eligible to receive a rebate, a purchaser must purchase an electric vehicle in Illinois on or after July 1, 2022, and be the owner of the vehicle at the time the rebate is issued. [415 ILCS 120/27(b)(2)].”

What are the eligibility requirements for the rebate?
The rules, 35 Ill. Adm. Code 275, define “eligibility” as:

On and after July 1, 2022, each individual who purchases an electric vehicle and satisfies the criteria set forth in this Section is eligible to receive a rebate under this Part. To be eligible to receive a rebate, a purchaser must:
• Reside in Illinois, both at the time the vehicle was purchased and at the time the rebate is issued. [415 ILCS 120/27(b)(1)].

• Not have received a rebate under the Act in the 10 years prior to the date an application is received by the Agency. A rebate may only be applied for and awarded once per purchaser in any 10-year period. [415 ILCS 120/27(f)].

• Purchase a new or used electric vehicle in Illinois on or after July 1, 2022, from a dealership licensed by the Illinois Secretary of State and be the owner of the vehicle at the time the rebate is issued. Rented or leased vehicles, vehicles purchased from an out-of-state dealership, and vehicles delivered to or received by the purchaser out-of-state are not eligible for a rebate under the Act. [415 ILCS 120/27(b) (2)].

• Purchase an electric vehicle that has never been the subject of a rebate issued under the Act. A rebate administered under this Act may only be applied for and awarded one time per vehicle identification number. [415 ILCS 120/27(f)]. The Agency will provide on its website a searchable list of vehicle identification numbers for vehicles that have received a rebate under the Act.

• Apply for the rebate within 90 days after the vehicle purchase date by providing all of the information specified in Section 275.230 to the Agency. [415 ILCS 120/27(b)(3)]. The application must be postmarked within 90 days after the vehicle purchase date.

• The purchaser must retain ownership of the vehicle for a minimum of 12 consecutive months immediately after the vehicle purchase date. The purchaser must register the vehicle in Illinois during that time frame. Rebate recipients who fail to satisfy any of the above criteria will be required to reimburse the Agency all of the original rebate amount and shall notify the Agency within 60 days of failing to satisfy the criteria. [415 ILCS 120/27(d)].

**If I placed an order for an EV before July 1, 2022, but don’t take possession until after that date, am I eligible for the rebate?**

The rules define “proof of purchase” as:

"Proof of purchase" means a copy of a canceled check, an invoice or bill showing that the applicable amount has been paid or that no remaining balance exists, or other appropriate proof, acceptable to the Agency, that payment has been made for the related purchase.

This typically occurs when a vehicle is delivered to the customer, or the customer takes possession. The date of purchase is one eligibility criteria, all other eligibility criteria must be satisfied to be rebate eligible.

**Who is considered a licensed dealer?**

The dealership must have a dealer license with the Illinois Secretary of State.
Does the EV rebate include plug-in hybrids?
No. The Electric Vehicle Rebate Act defines “electric vehicle” as:

"Electric vehicle" means a vehicle that is exclusively powered by and refueled by electricity, must be plugged in to charge, and is licensed to drive on public roadways. "Electric vehicle" does not include electric mopeds, electric off-highway vehicles, or hybrid electric vehicles and extended-range electric vehicles that are also equipped with conventional fueled propulsion or auxiliary engines. [415 ILCS 120/10]

Does the EV rebate include motorcycles?
Yes. A $1,500 rebate is available for electric motorcycles. To be rebate eligible, the vehicle must be able to legally drive on highways with a minimum 45 mph speed limit as the definition of electric vehicle does not include “off-highway” vehicles.

Does the EV rebate include off-road vehicles?
No. The definition of “electric vehicle” specifically excludes off-road vehicles.

Do LSV (Low Speed Vehicles) qualify for this program?
No. To be eligible, the vehicle must be able to legally drive on highways with a minimum 45 mph speed limit as the definition of electric vehicle does not include “off-highway” vehicles.

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Is there an income limit for eligibility to receive the rebate?
There is no income limit on eligibility; however, the Illinois EPA is directed by the law to “prioritize the review of qualified applications from low-income purchasers and award rebates to qualified purchasers accordingly.”

Who qualifies as low income?
Low income is defined by the EV Rebate Act as:

"Low income" means persons and families whose income does not exceed 80% of the State median income as established by the United States Department of Health and Human Services.

A table with current income thresholds is included in the application instructions.
If I received a rebate under the former Alternate Fuels Program in the past 10 years, will I still be eligible for a rebate under the Electric Vehicle rebate?
Yes. The 10-year limitation on each person receiving a rebate only applies to rebates issued consistent with the new Electric Vehicle Rebate program, not any prior rebate program. If you have received a rebate for purchasing an electric or alternatively fueled vehicle prior to July 1, 2022, the rebate was given under the Alternate Fuels Program.

Application Procedures

When are applications due?
The rebate application must be postmarked within 90 days of the vehicle purchase date, AND
The rebate application must be postmarked on or before the end of the rebate cycle.

Is the purchase summary enough documentation for the application?
No. You must provide the signed purchased agreement.

Is my temporary registration enough or do I need to wait and submit my permanent Illinois vehicle registration?
A copy of the temporary permit or license plate will suffice. However, we cannot accept the Illinois Secretary of State application for the vehicle registration.

Does the Illinois EPA provide receipt of application to the applicant?
The Illinois EPA does not provide information on receipt of application. If the application is deemed ineligible, incomplete or there are insufficient funds, the applicant receives a letter in that regard. Alternatively, the applicant will receive a check from the Illinois Comptroller.

Incomplete Applications and Appealing

Will I receive notification if my rebate is denied?
Yes. If a rebate is denied, including for untimeliness, ineligibility, lack of documentation, or lack of funding, a denial letter will be sent to the applicant with instructions for resubmitting missing documentation and/or appealing the denial.

What can I do if I receive a denial of my rebate application?
The critical first step is to carefully review the denial letter to determine the basis for denial.

If the denial letter states that the application is denied because it is incomplete, the applicant may address the deficiencies noted in the letter by a re-application, provided the applicant continues to meet the eligibility requirements and the application is postmarked by September 30, 2022. The applicant may resubmit an
application by simply including a new application form, clearly stating at the top of the form that the application is a reapplication, that the applicant incorporates by reference all previously submitted information and documents, certifying/signing the form, and inserting the information that was missing on the form and/or including the documentation that was missing as noted in the denial letter. Alternatively, the applicant may provide an entire stand-alone fully completed application including copies of all previously submitted information as well as the requested materials and documents.

If the denial letter states that the application is not eligible for a rebate, rather than just incomplete, then there is no opportunity nor need for an application resubmission. If the applicant believes that the Illinois EPA has erred in its decision, the applicant may file an appeal of decision with the Director of the Illinois EPA.

I received a denial letter for having an incomplete application, should I appeal or just send in the missing information?
You will need to decide for yourself the best option; however, if your application is missing required documents or information an appeal cannot address the deficiencies – only a reapplication can do so. The denial letter specifies what information is missing and where to send the missing information. Importantly, do not both appeal and reapply in the same documentation. The Agency cannot take two actions on one application.

Rebate Processing

Is the rebate a tax credit or will I receive a check?
Disbursement of rebates will be in the form of a check from the Illinois Comptroller. To this end, the application for rebate will necessarily need to include the requisite information with which to process the payment (e.g. SSN or Taxpayer Identification Number).

How can an applicant find when their rebate is issued?
Applicants can go to the Illinois Office of the Comptroller’s Vendor Payments query system to view Issued and Pending Payments at https://illinoiscomptroller.gov/vendor-services/vendor-payments-new.

Funding Cycles

Will there be future funding cycles?
There will be future funding cycles as funds allow.

When will the next funding cycle open?
When funds are available for future funding cycles, application information will be available on Illinois’ Electric Vehicle Rebate Program webpage.
Will applications submitted after the funding cycle be rolled over to the next funding cycle?
Applications will not be rolled over into future funding cycles.

Miscellaneous

Can the program be used by fleet operators as well?
The Electric Vehicle Rebate Program is for individuals, not governments, businesses, or commercial entities.

Is there a rebate for installation of charging infrastructure at individual homes?
There are currently no state grants or rebates available for infrastructure for individual electric vehicle owners at their residences. However, Illinois is working toward expanding electric vehicle charging infrastructure in Illinois for public use on many fronts.

Earlier this spring, Illinois EPA announced revisions to the Beneficiary Mitigation Plan for the Volkswagen Settlement funds, which will direct approximately $12.7 million for light-duty electric charging infrastructure in Illinois. In addition, under the Climate and Equitable Jobs Act (CEJA), Illinois EPA is establishing a grant program for charging infrastructure for public and private organizations and companies to install and maintain Level 2 or Level 3 charging stations consistent with Illinois Commerce Commission approved Beneficial Electrification Plans. Notice of Funding Opportunities for charging infrastructure will be announced by Illinois EPA at a later date.