



(Original Signature of Member)

119TH CONGRESS  
1ST SESSION

**H. R.**

To amend the Internal Revenue Code of 1986 to allow a deduction for  
qualified automobile interest.

IN THE HOUSE OF REPRESENTATIVES

Mr. TAYLOR introduced the following bill; which was referred to the  
Committee on \_\_\_\_\_

**A BILL**

To amend the Internal Revenue Code of 1986 to allow a  
deduction for qualified automobile interest.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “United States Auto-  
5 mobile Consumer Assistance and Relief Act” or the “USA  
6 CAR Act”.

1 **SEC. 2. DEDUCTION FOR QUALIFIED AUTOMOBILE INTER-**  
2 **EST.**

3 (a) **IN GENERAL.**—Section 163(h)(2) of the Internal  
4 Revenue Code of 1986 is amended by striking “and” at  
5 the end of subparagraph (E), by striking the period at  
6 the end of subparagraph (F) and inserting “, and”, and  
7 by adding at the end the following new subparagraph:

8 “(G) any qualified automobile interest (as  
9 defined in paragraph (5)).”.

10 (b) **QUALIFIED AUTOMOBILE INTEREST.**—Section  
11 163(h) is amended by adding at the end the following new  
12 paragraph:

13 “(5) **QUALIFIED AUTOMOBILE INTEREST.**—For  
14 purposes of this subsection—

15 “(A) **IN GENERAL.**—The term ‘qualified  
16 automobile interest’ means any interest which is  
17 paid or accrued during the taxable year on in-  
18 debtedness which—

19 “(i) is incurred on or after January 1,  
20 2025,

21 “(ii) is incurred in acquiring a quali-  
22 fied automobile, and

23 “(iii) is secured by such automobile.

24 “(B) **QUALIFIED AUTOMOBILE.**—

25 “(i) **IN GENERAL.**—The term ‘quali-  
26 fied automobile’ means an automobile

1 (within the mean of section 2 of the Auto-  
2 mobile Information Disclosure Act (15  
3 U.S.C. 1231) which is made by a manufac-  
4 turer (within the meaning of section 2 of  
5 such Act) the final assembly of which oc-  
6 curs within the United States.

7 “(ii) FINAL ASSEMBLY.—The term  
8 ‘final assembly’ means the process by  
9 which a manufacturer produced an auto-  
10 mobile at, or through the use of, a plant,  
11 factory, or other place from which the  
12 automobile is delivered to a dealer with all  
13 component parts necessary for the mechan-  
14 ical operation of the automobile included  
15 with the automobile, whether or not the  
16 component parts are permanently installed  
17 in or on the automobile.”.

18 (c) DEDUCTION ALLOWED ABOVE-THE-LINE.—Sec-  
19 tion 62(a) of the Internal Revenue Code of 1986 is amend-  
20 ed by inserting after paragraph (21) the following new  
21 paragraph:

22 “(22) In the case of a taxpayer other than a  
23 corporation, so much of the deduction allowed under  
24 section 163 which is attributable to qualified auto-  
25 mobile interest (as defined in section 163(h)(5)).”.

1       (d) EFFECTIVE DATE.—The amendments made by  
2 this section shall apply to amounts paid or accrued on in-  
3 debtedness incurred on or after the date of the enactment  
4 of this Act.