

## Did you know? Energy efficiency federal tax credits are now available for your customers

On Aug. 16, 2022, Congress approved the most significant piece of clean energy legislation in the Nation's history. The Inflation Reduction Act, or IRA, will invest \$370 Billion to lower energy costs for families and small businesses while also creating good paying jobs to deliver energy investments. While many rules and guidelines for the IRA are still being developed by the Department of Energy along with state energy offices, households can already take advantage of Federal Home Energy Tax Credits. These are separate from BPA incentives but because they are available at the same time, there is even greater savings for your customers.

Incentives from BPA can be combined with Federal Energy Tax Credits to significantly reduce the cost of these energy saving investments and add more value to your program offerings. Tax credits are available for Air Source and Ductless Heat Pumps, Heat Pump Water Heaters, Insulation, Windows, Doors and Central Air Conditioners. The table below provides more detail about the tax credits and required minimum specifications.

### Federal Energy Tax Credits for Calendar Year 2023

	2023 Tax Credit	Required Specifications
Heat Pumps (Ducted Air Source and Ductless)	30% of cost up to \$2,000 per year	SEER2 $\geq$ 16, EER2 $\geq$ 12, HSPF2 $\geq$ 9
Heat Pump Water Heaters		Energy Star Certified
Central Air Conditioners	30% of cost up to \$600 per year	SEER2 $\geq$ 16
Insulation, Windows, Doors	30% of cost up to \$1,200 per year	Energy Star Certified

**Note:** These tax credits do not disqualify a utility from claiming EEI incentives for these measures as long as they also meet minimum BPA requirements. See the Implementation Manual for current requirements.

#### More information:

- [Tax Credits for Homeowners | ENERGY STAR](#)
- [Home Energy Tax Credits | Internal Revenue Service \(irs.gov\)](#)