

Did you know?

Energy Efficiency Federal Tax Credits Are Now Available

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 departments, households can already start taking advantage of Federal Home Energy Tax Credits. These are separate from BPA incentives but can also be offered at the same time to provide 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 2024

MEASURE TYPE	2024 TAX CREDIT	SPECIFICATIONS
Ducted Heat Pumps	30% of cost up to \$2,000 per year	SEER2 \geq 15.2, EER2 \geq 10.0, HSPF2 \geq 8.1 ENERGY STAR Cold Climate CEE North Region Tier 1 certified (refer to CEE Product Directory)
Ductless Heat Pumps		SEER2 \geq 16.0, EER2 \geq 9.0, HSPF2 \geq 9.5 CEE North Region Tier 2 certified (refer to CEE Product Directory)
Packaged Heat Pumps		SEER2 \geq 15.2, EER2 \geq 10.0, HSPF2 \geq 8.1 CEE North Region Tier 1 certified (refer to CEE Product Directory)
Heat Pump Water Heaters		UEF \geq 3.30 ENERGY STAR Version 5.0 Compliant Refer to CEE Product Directory
Central Air Conditioners	30% of cost up to \$600 per year	SEER2 \geq 16.0, EER2 \geq 12.0 CEE North Region Tier 2 certified (CEE Product Directory)
Attic, Wall, and Floor Insulation	30% of cost up to \$1,200 per year	Same as utility specification
Windows and Patio Doors		Meets ENERGY STAR Most Efficient Criteria
Exterior Doors		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 \(irs.gov\)](#)