

Making Our Homes More Efficient: Clean Energy Tax Credits for Consumers

Clean Energy Tax Credits for Individual Consumers

Source: [Making Our Homes More Efficient: Clean Energy Tax Credits for Consumers| Department of Energy| <https://www.energy.gov/policy/articles/making-our-homes-more-efficient-clean-energy-tax-credits-consumers>]

Office of Policy

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Visit our *Energy Savings Hub* to learn more about saving money on home energy upgrades, clean vehicles, and more.

EQUIPMENT TYPE	TAX CREDIT AVAILABLE FOR 2023-2032 TAX YEARS
<i>Home Clean Electricity Products</i>	
Solar (electricity)	30% of cost
Fuel Cells	
Wind Turbine	
Battery Storage	
<i>Heating, Cooling, and Water Heating</i>	
Heat pumps	30% of cost, up to \$2,000 per year
Heat pump water heaters	
Biomass stoves	
Geothermal heat pumps	30% of cost
Solar (water heating)	
Efficient air conditioners*	30% of cost, up to \$600
Efficient heating equipment*	
Efficient water heating equipment*	30% of cost, up to \$600
<i>Other Energy Efficiency Upgrades</i>	
Electric panel or circuit upgrades for new electric equipment*	30% of cost, up to \$600
Insulation materials*	30% of cost
Windows, including skylights*	30% of cost, up to \$600
Exterior doors*	30% of cost, up to \$500 for doors (up to \$250 each)
Home Energy Audits*	30% of cost, up to \$150
Home Electric Vehicle Charger	30% of cost, up to \$1,000 **
* Subject to cap of \$1200/year	
** See eligibility requirements from IRS here and a map of eligible locations	

Q: Who is eligible for tax credits?

A: Homeowners, including renters for certain expenditures, who purchase energy and other efficient appliances and products.

Q: What do consumers do to get the credit(s)?

A: Fill out IRS Form 5695, following IRS instructions, and include it when filing your tax return. Include any relevant product and services receipts.

Q: Are there limits to what consumers can claim?

A: Consumers can claim the same or varying credits year after year with new products purchased, but some credits have an annual limit. See the table above.

Q: How do I know if my Home Energy Audit is eligible for a credit?

A: Consumers can visit this IRS page on the Energy Efficient Home Improvement Credit.

Q: What products are eligible for tax credits?

- *Home clean electricity products*
 - o Solar panels for electricity from a provider in your area.

- o Home back-up power battery storage with capacity of 3 kWh or greater.
- *Heating, cooling, and water heating*
 - o Electric or natural gas heat pumps; electric or natural gas heat pump water heaters; central air conditioners; natural gas or propane or oil water heaters; natural gas or propane or oil furnaces or hot water boilers that meet or exceed the specific efficiency tiers established by the Consortium for Energy Efficiency. Eligible products here: **CEE Directory**.
 - o Solar water heating products that are certified for performance by the Solar Rating Certification Corporation or comparable entity endorsed by the state government in which product is installed. See: <https://solar-rating.org>.
- *Other energy efficiency upgrades*
 - o Oil furnaces or hot water boilers if they meet or exceed 2021 Energy Star efficiency criteria and are rated by the manufacturer for use with fuel blends at least 20% of the volume of which consists of an eligible fuel. See: <https://www.energystar.gov/products>.
 - o Panelboards, sub-panelboards, branch circuits, or feeders that are installed according to National Electrical Code and have load capacity of 200 amps or more.
 - o Insulation materials and systems that meet International Energy Conservation Code standards. See: **Building Energy Codes Program**.
 - o Exterior windows that meet Energy Star's Most Efficient requirements. See: https://www.energystar.gov/products/most_efficient.