

# Inflation Reduction Act Resources at Your Fingertips Residential Clean Energy and Home Improvement Credits

The Inflation Reduction Act is a 10-year plan covering new and reinstated tax laws that provides credits and deductions for individuals, businesses, tax exempt and government entities.

#### **FORMS**

#### Form 5695

# <u>Instructions for Form 5695 (2022) | Internal Revenue Service (irs.gov)</u>

Use Form 5695 to figure and take your residential energy credits.

The residential energy credits are:

- The nonbusiness energy property credit, and
- The residential energy efficient property credit.

## **IRS WEBSITES**

## Home Energy Tax Credits | Internal Revenue Service (irs.gov)

If you make energy improvements to your home, tax credits are available for a portion of qualifying expenses. The credit amounts and types of qualifying expenses were expanded by the Inflation Reduction Act of 2022.



#### Energy Efficient Home Improvement Credit | Internal Revenue Service (irs.gov)

If you make qualified energy-efficient improvements to your home after Jan. 1, 2023, you may qualify for a tax credit up to \$3,200. You can claim the credit for improvements made through 2032.



# Residential Clean Energy Credit | Internal Revenue Service (irs.gov)

If you invest in renewable energy for your home such as solar, wind, geothermal, fuel cells or battery storage technology, you may qualify for an annual residential clean energy tax credit.



# **IRS FREQUENTLY ASKED QUESTIONS**

<u>Frequently asked questions about energy efficient home improvements and residential</u> clean energy property credits | Internal Revenue Service (irs.gov)

Public Law 117-169, 136 Stat. 1818 (August 16, 2022), commonly known as the Inflation Reduction Act of 2022 (IRA), amended the credits for energy efficient home improvements under § 25C of the Internal Revenue Code (Code) and residential energy property under § 25D of the Code. These FAQs provide details on the IRA's changes to these tax credits, information on eligible expenditures, and provides examples of how the credit limitations work.

#### **FAQ Topics**:

- Energy Efficient Home Improvement: Qualifying Expenditures and Credit Amount
- Residential Clean Energy Property: Qualifying Expenditures and Credit Amount
- Energy Efficiency Requirements
- Qualifying Residence
- Labor Costs
- <u>Timing of Credits</u>
- General Ouestions
- Examples



## **IRS SOCIAL MEDIA**



- Ready for clean energy? See the #IRS frequently asked questions about energy efficient home improvements and residential clean energy property credits. <a href="http://ow.lv/lc3g50MaPxs">http://ow.lv/lc3g50MaPxs</a>
- Take a look at the #IRS updates to learn how you may benefit from recent changes to the credits for energy efficient home improvements and residential clean energy property. <a href="http://ow.ly/Ic3g50MaPxs">http://ow.ly/Ic3g50MaPxs</a>
- Wondering how you may claim an #IRS tax credit for making your home more energy-efficient? Check out our frequently asked questions: <a href="http://ow.ly/Ic3g50MaPxs">http://ow.ly/Ic3g50MaPxs</a>