

**TABLE T1114**  
**Energy Tax Credits for Homeowners**  
(See Key Issue 35G)

Energy Efficient Home Improvement Credit (IRC Sec. 25C), Residential Clean Energy Credit (IRC Sec. 25D)									
Property Type and Standard	Amount of Credit	Annual Credit Limit	Does Credit Include Labor Costs?	New Home Construction Available?	Principal Residency Requirement?	Do Renters Qualify?	Credit Carryforward Available?	IRC Authority	IRS Label
Air Conditioner (Central air)—Energy Efficient (IECC) <sup>a</sup>	30% of cost, expires after Dec. 31, 2032	\$ 600	Yes	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(b)(2), Sec. 25C(d)(2)(A)(iii)	Residential energy property (Form 5695)
Air Sealing Materials (IECC) <sup>a</sup>	30% of cost, expires after Dec. 31, 2032	\$ 1,200	No	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	No	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(c)(3)(A)	Building envelope component (Form 5695)
Battery Storage	30% of cost, phase out 26% installed in 2033, 22% installed in 2034	No limit	Yes, IRC Sec. 25D(e)(1)	Yes, new and existing homes, includes condos, rental properties and mobile homes	No. Credit can be for both principle place of residency and second homes/vacation homes	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	Yes, non-refundable offset against current year regular and AMT tax and carried forward indefinitely <sup>c</sup>	IRC Sec. 25D(a)(5); Sec 26(a); Sec. 25D(g)	Residential clean energy (Form 5695)
Biomass Stoves	30% of cost, expires after Dec. 31, 2032	\$ 2,000	Yes, IRC Sec. 25D(e)(1)	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(b)(5)	Residential energy property (Form 5695)
Boilers	30% of cost, expires after Dec. 31, 2032	\$ 2,000	Yes	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(b)(5)	Residential energy property (Form 5695)
Doors—Energy Star	30% of cost, expires after Dec. 31, 2032	\$ 250/door up to \$500	No	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	No	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(b)(4)	Building envelope component (Form 5695)
Electric panel board or circuit upgrades (for new electric equipment)	30% of cost, expires after Dec. 31, 2032	\$ 600	Yes	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	No, non-refundable offset against current year regular and AMT tax	IRS Fact Sheet FS 2024-15	Residential energy property (Form 5695)
Fuel Cells <sup>d</sup>	30% of cost, phase out 26% installed in 2033, 22% installed in 2034	\$ 500 for each 0.5 Kilowatt of capacity. IRC Sec. 25D(b)(1)	Yes, IRC Sec. 25D(e)(1)	Yes, new and existing homes, includes condos, rental properties and mobile homes	Yes, includes condos and mobile homes. IRC Sec. 25D(d)(3)	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	Yes, non-refundable offset against current year regular and AMT tax and carried forward indefinitely <sup>c</sup>	IRC Sec. 25D(a)(3); Sec 26(a); Sec. 25D(g)	Residential clean energy (Form 5695)

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Property Type and Standard	Amount of Credit	Annual Credit Limit	Does Credit Include Labor Costs?	New Home Construction Available?	Principal Residency Requirement?	Do Renters Qualify?	Credit Carryforward Available?	IRC Authority	IRS Label
Geothermal Heat Pumps	30% of cost, expires after Dec. 31, 2032	No limit	Yes, IRC Sec. 25D(e)(1)	Yes, new and existing homes, includes condos, rental properties and mobile homes	No. Credit can be for both principle place of residency and second homes/vacation homes	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	Yes, non-refundable offset against current year regular and AMT tax and carried forward indefinitely <sup>c</sup>	IRC Sec. 25D(a)(5), Sec. 26(a)	Residential energy property (Form 5695)
Heat Pumps	30% of cost, expires after Dec. 31, 2032	\$ 2,000	Yes	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(b)(5)	Residential energy property (Form 5695)
Heat Pump Water Heater	30% of cost, expires after Dec. 31, 2032	\$ 2,000	Yes	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(b)(5)	Residential energy property (Form 5695)
Home Energy Audit—qualified home energy auditor	30% of cost, expires after Dec. 31, 2032	\$ 150	No	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(a)(3); Sec. 25C(b)(6)	Home Energy Audit (Form 5695)
Insulation Materials—(IECC) <sup>a</sup>	30% of cost, expires after Dec. 31, 2032	\$ 1,200	No	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	No	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(c)(3)	Building envelope component (Form 5695)
Solar electric	30% of cost, phase out 26% installed in 2033, 22% installed in 2034	No limit	Yes	Yes, new and existing homes, includes condos, rental properties and mobile homes	No. Credit can be for both principle place of residency and second homes/vacation homes	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	Yes, non-refundable offset against current year regular and AMT tax and carried forward indefinitely <sup>c</sup>	IRC Sec. 25D(a)(1); Sec. 26(a); Sec. 25D(g)	Residential energy property (Form 5695)
Solar water heater	30% of cost, phase out 26% installed in 2033, 22% installed in 2034	No limit	Yes	Yes, new and existing homes, includes condos, rental properties and mobile homes	No. Credit can be for both principle place of residency and second homes/vacation homes	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	Yes, non-refundable offset against current year regular and AMT tax and carried forward indefinitely <sup>c</sup>	IRC Sec. 25D(a)(2); Sec. 26(a)	Residential energy property (Form 5695)
Water heating equipment	30% of cost, expires after Dec. 31, 2032	\$ 2,000	Yes	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(b)(5)	Residential energy property (Form 5695)
Windows—Energy Star (including skylights)	30% of cost, expires after Dec. 31, 2032	\$ 600	No	No, existing homes only	Yes, includes condos and mobile homes; IRC Sec. 25C(c)(1)(A)	No	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 25C(b)(3)	Building envelope component (Form 5695)

TABLE T1114 (Continued)

Energy Efficient Home Improvement Credit (IRC Sec. 25C), Residential Clean Energy Credit (IRC Sec. 25D)									
Property Type and Standard	Amount of Credit	Annual Credit Limit	Does Credit Include Labor Costs?	New Home Construction Available?	Principal Residency Requirement?	Do Renters Qualify?	Credit Carryforward Available?	IRC Authority	IRS Label
Wind Turbine	30% of cost, phase out 26% installed in 2033, 22% installed in 2034	No limit	Yes	Yes, new and existing homes, includes condos, rental properties and mobile homes	No. Credit can be for both principle place of residency and second homes/vacation homes	Yes, when renting principle place of residency and original use starts with taxpayer <sup>b</sup>	Yes, non-refundable offset against current year regular and AMT tax and carried forward indefinitely <sup>c</sup>	IRC Sec. 25D(a)(4); Sec 26(a); 25D(g)	Residential energy property (Form 5695)
Vehicle Charger (Electric) (charging port, fuel dispenser, or storage property for individual consumers)	30% of cost, expires after Dec. 31, 2032	\$ 1,000	No	Yes, new and existing homes, eligible census tract requirement (low-income or non-urban tracts)	Yes IRC Sec. 30C(c)(1)(A)	No	No, non-refundable offset against current year regular and AMT tax	IRC Sec. 30C(b)(2); Sec. 30C(c)(3); Prop. Reg. 1.30C-2	Alternative fuel vehicle refueling property (Form 8911)

Energy efficient home improvement property, (Sec. 25C property), has a lifespan requirement and upgrades are expected to last at least 5 years, evidenced through manufacturer warranties [IRC Sec. 25C(c)(1)(C)].

**Notes:**

- <sup>a</sup> IECC is the International Energy Conservation Code standard.
- <sup>b</sup> IRS Fact Sheet 2024-15, April 2024, business landlords aren't eligible for this credit.
- <sup>c</sup> Notice 2013-70, Sec. 3, 2013-47 IRB 528, Q&A 3 & 6.
- <sup>d</sup> Fuel cell property is limited to principal residency requirements under IRC Sec. 121, unlike other residential clean energy credits, which are not [IRC Sec. 25D(d)(3)].