

The Inflation Reduction Act is landmark federal legislation that advances key priorities of the Clean Energy Districts of Iowa.

Energy Efficient Home Improvement Tax Credit

Tax credit of 30% on qualifying efficiency and electrification upgrades, available to all households beginning January 1, 2023!

Eligible Expenses: \$2,000 for Heat pump HVAC or heat pump hot water heaters, \$500 for exterior doors, \$600 for exterior windows, \$600 for central AC and electrical panels, \$150 for home energy audits

Timeline and Details: Tax credit of up to 30% of qualifying expenses up to specified dollar amount, with annual credit total (excluding heat pumps) amongst all categories not to exceed \$1,200. Tax credit availability requires tax liability. Credit program begins January 1, 2023.

Home Energy Performance-Based Whole-House Rebate

Whole-house energy performance rebate program to help all households lower energy use by 20-35% with rebates up to \$8,000!

Program is geared toward building envelope and efficiency improvements that improve overall building efficiency by at least 20% and 35%. Program bases rebate amounts on modeled energy improvements and is agnostic to electrification. Qualifying low and moderate income households can receive up to 80% of project costs up to \$8,000. Non-income qualifying households can receive up to 50% of project costs up to \$4,000.

Program can not be paired with HEEHRA, and consumer-paid portion of HOMES projects can be applied toward 30% home improvement tax credits.

Timeline and Details: Program details still to be worked out and will not begin before January 1, 2023.

High-Efficiency Electric Home Rebate Act (HEEHRA)

Point-of-sale rebate program to help low and moderate income households with electrification projects, paying up to 100% of project costs up to \$14,000!

Eligible households can pick from the following electrification projects:

- **\$8,000** for Heat Pump HVAC
- **\$1,750** for Heat Pump Water Heaters
- **\$840** for Induction Stoves and Heat Pump Clothes Dryers
- **\$4,000** for 200 Amp or greater Breaker Boxes
- **\$2,500** for Electrical Wiring
- **\$1,600** for Insulation

Eligibility: Covers 100% of project costs up to \$14,000 for those households making less than 80% of area median income (AMI) and 50% of project costs up to \$14,000 for those households making between 80% and 150% AMI.

Iowa 80% AMI for household of 2: \$55,600

Iowa 150% AMI for household of 2: \$91,220

Timeline and Details: Programs run through states and effective dates will vary, appliance-specific eligibility yet to be determined, Program can not be paired with HOMES, and consumer-paid portion of HEEHRA projects can be applied toward 30% home improvement tax credits.

Clean Energy Districts of Iowa are local institutions created to strengthen communities by leading, implementing and accelerating the locally owned clean energy transition. Fair access to locally owned clean energy is a win-win generating community-wide energy prosperity and climate stewardship.

