



Residential Clean Energy Credit

Federal Agency: Department of the Treasury

IRA Statutory Location: 13302

Tax Code Location: 26 U.S. Code § 25D

Tax Provision Description: Provides a tax credit for the purchase of residential clean energy equipment, including battery storage with capacity of at least 3 kWh.

Period of Availability: 2022-2032, with phasedown over 2033-2034.

Tax Mechanism: Consumer tax credit

New or Modified Provision: Modified and extended. Credit extended at 30% through 2032, with phasedown through 2034. Battery storage newly eligible in 2023; biomass fuel property credit eliminated.

Eligible Recipients: Homeowners (including renters)

Tribal Eligibility: Yes

Base Credit Amount: 30% of cost of equipment through 2032; 26% in 2033; 22% in 2034.

Bonus Credit Amount: None

Direct Pay Eligibility: No

Transferability: No

Stackability: No rules

Relevant Announcements: [Request for Comments on Incentive Provisions for Improving the Energy Efficiency of Residential and Commercial Buildings \(10/5/2022\)](#)
[Frequently asked questions about energy efficient home improvements and residential clean energy property credits \(12/22/2022\)](#)