



# CERT<sup>s</sup>

CLEAN ENERGY RESOURCE TEAMS

## Your Guide to Clean Energy

# REBATES + TAX CREDITS

**The Clean Energy Resource Teams want to help you save money and energy with free resources.**

It's easier than ever to save energy and money with energy-efficient and renewable energy upgrades thanks to new rebates and tax credits.

## REBATE VS TAX CREDIT

A **tax credit** is a dollar-for-dollar reduction in the amount of income tax you would otherwise owe. You claim a tax credit as part of your annual tax return.

A **rebate** is an upfront discount that gives you cash back after you make a purchase, effectively reducing the cost of the item purchased.

Depending upon your eligibility, you may be able to claim both.

## ENERGY AUDITS

Residents can capture a **30% tax credit**, up to \$150, for a home energy audit.

Contact your local utility to find out how to schedule the audit and if you're eligible for a free audit.

## ENERGY EFFICIENCY TAX CREDITS

**\$3,200 annual limit** for energy efficiency tax credits:

- \$1,200 annual limit for any combination of home envelope improvements plus eligible furnaces, boilers, and central air conditioners.
- \$2,000 annual limit for any combination of heat pumps, heat pump water heaters, and biomass stoves/boilers.

## ENERGY EFFICIENCY REBATES

Home Efficiency Rebates for low- and moderate-income households will be based on the **estimated energy savings from energy updates**, and will be doubled for households with low income.

Home Electrification and Appliance Rebate program provides up to \$14,000 in **point-of-sales rebates** for qualified electrification projects for low- or moderate-income households:

- \$840 electric stove, cooktop, range, oven
- \$840 heat pump clothes dryer
- \$1,600 weatherization
- \$1,750 heat pump water heater
- \$2,500 electric wiring
- \$4,000 electric load service center upgrades
- \$8,000 heat pump heating/cooling

New Minnesota rebates are coming soon.

Check with your utility for additional rebates.

## HEAT PUMP TAX CREDITS + REBATES

**30% tax credit**, up to \$2,000, for the purchase price and installation cost of an eligible heat pump.

Plus point-of-sale rebates from federal, state, and some local utilities. For people earning up to 150% of area median income the federal rebates will apply to heat pumps, heat pump water heaters, and heat pump clothes dryers, with \$14,000 limit.

## SOLAR ENERGY TAX CREDITS

**30% tax credit** for solar projects including:

- Projects with battery storage connected to and powered by solar.
- Standalone residential energy storage systems >3kW.

## ELECTRIC TRANSPORTATION TAX CREDITS

**Up to \$1,500 point-of-sale rebate** for new electric bikes beginning summer of 2024 in Minnesota.

**Up to \$7,500 tax credit** for new, qualified plug-in EV or fuel cell EV.

**Up to \$4,000 tax credit** for qualified, previously-owned clean vehicles purchased.

Income caps apply to EV tax credits.

Minnesota residents may receive a rebate of **up to \$2,500 for new**, and **up to \$600 for used** EVs, as of Feb. 7, 2024.

**NOTES:** To receive Residential Energy Tax Credits submit IRS Form 5695 when filling federal taxes, if you meet the requirements detailed at [IRS.gov](https://www.irs.gov).

**Low- or moderate-income household** is one with a total annual income of less than 150% of the area median income.

# Visit the full guide: [on.mncerts.org/IRA](https://on.mncerts.org/IRA)

**We hope this is helpful as you plan your clean energy journey!**

For more details, visit our online rebate and tax credit guide where we provide up-to-date, easy to understand information that will help you take advantage of the savings opportunities that work best for your home, business, or community.

**Contact us anytime with questions:  
[info@cleanenergyresourceteams.org](mailto:info@cleanenergyresourceteams.org)**

*We're sharing resources to assist Minnesotans who are seeking information about federal funding opportunities. These resources are based on preliminary information released by the federal government. Program information may change as more guidance is provided by federal and state governments. For specific information on federal funding, please visit the relevant U.S. Government websites and consult with tax professionals regarding tax incentives that apply to you.*