



Insulate your home and claim up to \$1,200 on federal taxes.

See the back for info on how to apply for a federal tax credit of up to 30% of your insulation purchase.

For more information go to:
https://www.energystar.gov/about/federal_tax_credits/insulation

Address: _____

City, ST, Zip: _____

Phone: _____



Starting January 1, 2023, and for ten years, taxpaying homeowners can receive a federal tax credit of up to 30% of their purchase. The maximum credit permitted is \$1200. A tax credit reduces the tax owed, dollar for dollar.

What qualifies for the tax credit?

Building envelope components such as any insulation material or system specifically designed to reduce heat loss or gain of home when installed in a home. This includes insulation, vapor and air retarders, air sealants, and air sealing systems.

Does the tax credit apply to the cost of installing insulation?

The credit is based on materials cost. Discussions with the Department of Treasury, assigned to interpreting the 2022 legislation and modifying the tax code, will seek to clarify whether labor costs will be included in the tax credit beginning January 1, 2023.

How does a taxpayer get the tax credit?

Your customers can use the latest version of IRS Form 5695 to apply for the tax credit.

Is there a lifetime limit on this tax credit?

Until 12/31/22, there is a lifetime limit on the tax credit. Starting January 1, 2023, the tax credit will have no lifetime limitation. It can be taken annually as long as the homeowner is eligible.

Must tax filers attach to their tax return a manufacturer's certification that a building envelope component is an eligible component for the tax credit?

For tax credits, taxpayers can rely on a manufacturer's certification in writing but do not have to attach it to their return. Insulation manufacturers can present a certificate to insulation contractors stating that their product is an eligible building envelope component for the tax credit.