

§ 45L Builder Tax Credit



ENERGY STAR® Certified Homes and Apartments Can Earn Tax Credits of up to \$2,500

As part of the Inflation Reduction Act, the § 45L New Energy Efficient Home Credit was updated and extended through 2032.

For homes and apartments acquired on or after January 1, 2023, earning the § 45L tax credit requires certification to an eligible version of the ENERGY STAR Residential New Construction program requirements. Visit the U.S. Environmental Protection Agency's (EPA) [§ 45L website](#) to see which versions of the ENERGY STAR program requirements are eligible for the credit. Note that, in some cases, a home may be certified as ENERGY STAR using a version of the program requirements that is not eligible for the § 45L credit.

The § 45L tax credit is available for:

-  **Single-Family Homes:** \$2,500 available for homes certified to eligible ENERGY STAR Single-Family New Homes program requirements.
-  **Manufactured Homes:** \$2,500 available for homes certified to eligible ENERGY STAR Manufactured New Homes program requirements.
-  **Multifamily Homes:** \$500 available for homes certified to eligible ENERGY STAR Multifamily New Construction program requirements, with a larger tax credit (\$2,500) available when prevailing wage requirements are met.

About ENERGY STAR

ENERGY STAR is the government-backed symbol for energy efficiency. Homes and apartments that earn ENERGY STAR certification are built from the ground up to meet the EPA's rigorous requirements for insulation, windows, air sealing, HVAC systems, and other energy efficient construction features. Nearly 2.7 million ENERGY STAR certified homes and apartments have been built to date, and more than 2,500 builders, developers, and manufactured housing plants are active in the program.

Consult with a tax professional to determine whether and how you can claim the § 45L credit and if the credit can be used with other tax incentives or federal incentives. For more detailed information about the § 45L tax credit, visit the Internal Revenue Service (IRS) [website](#).

Learn more: www.energystar.gov/45LTaxCredits

