

# INVESTMENT TAX CREDIT

Project owners, government, and tax-exempt organizations are eligible for the energy investment tax credits for installing qualified energy property and can receive a base credit worth 30% of the project cost.

## UNDERSTANDING INVESTMENT TAX CREDIT:

The Investment Tax Credit (ITC) is designed to incentivize the installation of renewable energy property by allowing taxpayers to claim a federal credit. In addition, government and tax-exempt organizations can benefit through the elective pay program.

## ADD-ON CREDITS:



### Domestic Content:

Additional 10% for projects with a sufficient percentage of materials and components manufactured in the US.



### Energy Communities:

Additional 10% for projects located in regions with a history of natural power plant closures.



### Low-Income (Solar and Wind):

Additional 10%-20% for projects located in low-income communities.

## ADVANTAGES OF THE ITC:

- ✓ Financial savings at the completion of the project
- ✓ 30% base credit for property under 1 MW or meeting prevailing wage & apprenticeship
- ✓ Elective Pay (Direct Pay) for gov/tax-exempt
- ✓ Transfer/Selling of the credit
- ✓ Reduced energy bills
- ✓ Increase in property value

## ELIGIBLE ENERGY PROPERTY

- Solar Property
- Geothermal Property
- Small Wind Energy Property
- Waste Energy Recovery Property
- Energy Storage Technology
- Biogas Property
- Microgrid Controllers