

25C TAX CREDIT CHANGES

To qualify for a tax credit, a door or window product must meet ENERGY STAR® certification by the manufacturer, following guidelines from the Environmental Protection Agency (EPA).

The credit is allowed for qualifying property placed in service on or after **January 1, 2025**, and through **December 31, 2025**.

- ✓ Qualified energy efficiency improvements
- ✓ Residential energy property expenditures
- ✓ Home energy audits

	OLD 25C TAX CREDIT	NEW 25C TAX CREDIT
Timing	Retroactively extended through December 31, 2022	January 1, 2023, through December 31, 2025
Limits	\$500 lifetime limit for all qualified products	No lifetime limits \$1,200 annual limit for all qualified products
Eligible Amounts	10% of product cost Windows: \$200 lifetime limit for ENERGY STAR Version 6.0 Doors: \$500 lifetime limit for ENERGY STAR Version 6.0	30% of product cost Windows: \$600 annual limit for ENERGY STAR Most Efficient Doors: \$500 annual limit (\$250 per exterior door) for applicable ENERGY STAR requirements

ENERGY EFFICIENT HOME IMPROVEMENT CREDIT



Exterior Doors – 30% of costs up to \$250 per door, up to a total of \$500
✓ Must meet applicable ENERGY STAR® requirements.



Windows – 30% of costs up to \$600
✓ Must meet ENERGY STAR Most Efficient certification requirements (see Most Efficient flyer).



There is a **\$1,200 aggregate yearly tax credit maximum** for all building envelope components, home energy audits and energy property.



To qualify, a home must be **located in the United States** and must be **owned and used by the taxpayer** as the taxpayer’s principal residence.



A taxpayer can claim the credit only for qualifying expenditures incurred for an existing home or for an addition to or renovation of an existing home, and not for a newly constructed home.



A taxpayer **may not include labor costs** for qualified energy-efficient building envelope components including doors and windows.



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