



## Manufacturer's Certification Statement

Carlisle Spray Foam Insulation (CSFI) provides this Manufacturer's Certification Statement so that homeowners can verify that all Carlisle Spray Foam Insulation Spray-applied polyurethane foam insulation products installed after January 1, 2023, qualify as *Eligible Building Envelope Components* entitled to the energy tax credits allowed by Section 25C of the Internal Revenue Code.

The Inflation Reduction Act was signed into law On August 16, 2022. This latest legislation invests more than \$300 billion in energy and climate reform through energy tax incentives, investments in clean energy production, and tax credits aimed at reducing carbon emissions. The Inflation Reduction Act significantly expands the existing Section 25C Homeowner Tax Credit offering homeowners incentives to make energy efficiency improvements in their homes.

The 25C Homeowner Tax Credit has been extended for 10 years, through December 31, 2032. Homeowners can qualify for a 30% credit on eligible energy-efficient building envelope expenses up to \$1,200 per year. Previously, 25C offered a 10% credit with a \$500 lifetime limit. Eligible energy-saving expenses include improvements to insulation, doors, and windows. Insulation improvements must follow the requirements outlined in the 2021 International Energy Conservation Code (IECC).

The IRS prohibits taxpayers from including the labor costs for the installation of qualified energy-efficient building envelope components including a qualifying insulation material or system when calculating the Energy Efficient Home Improvement Credit. For an energy efficient building envelope component for which a taxpayer pays a fixed price as is typical for the installation of spray foam insulation, the IRS requires that the taxpayer make a reasonable allocation between the qualifying cost of the property and the nonqualifying labor cost of the installation. If the spray foam installation contractor does not itemize the material and labor costs, CSFI recommends contacting the installation contractor for the appropriate allocation amount.

IRS guidelines indicate that taxpayers are not required to attach this Manufacturer's Certification Statement to their tax returns. However, taxpayers should retain this Certification as part of their tax records.

*CSFI is not a legal or tax advisor. CSFI expressly disclaims any responsibility for determining whether an individual or business will receive the energy tax credit. CSFI recommends consultation with tax advisors and a review of IRS guidance prior to purchasing any energy-efficient building envelope expenses for which a tax credit may be claimed. For further details on the energy tax credit, visit the IRS website ([www.irs.gov](http://www.irs.gov)).*