

# IRA Eligible Projects Process Updates

### **Background and Introduction**

Inflation Reduction Act (IRA) of 2022

- The IRA includes several tax provisions to support deployment of innovative clean energy technologies through the Clean Energy Production (PTC) and Investment (ITC) Tax Credits.
- There are twelve (12) credits that enable tax-exempt entities to take advantage of the IRA incentives through the elective pay provision.

Publication 5817-G (6-2023) (irs.gov)

# Eligible Renewable Energy Projects

Eligible projects may include, but are not limited to:

- Solar
- Geothermal
- Battery/Thermal Energy Storage
- Carbon Sequestration, and
- Alternative Vehicle Refueling

# Design

When scoping a project for RFP, send project summary to Jaimee (jsw359) for review and comment.

#### If project is IRA eligible:

- RFP should reflect this in the Introduction section.
- Jaimee should be included in project kickoff meeting.
- It is important to identify what is eligible and the associated technical specifications, so it is referenced in the project documents.
- When reviewing 90% CD documents, Jaimee should be included to verify IRA eligibility etc.
- Records need to be kept for backup for the rebate application, noting specific work associated with the clean energy technology.

#### Construction

Bid Prep - Identify that this is an IRA eligible project by the following:

- Instructions to Bidders, Bid Certification Form, General Conditions, and General Requirements all have highlighted language for you to use (*Templates* in eBuilder will be updated shortly).
  - There is a PWR and Apprenticeship requirement.
  - There is a Domestic Content requirement.
  - The Technical Specification Sections that are applicable should be referenced in the Exhibit H of the General Conditions

Records need to be kept for backup for the rebate application. These should be submitted and reviewed prior to final payment application.

#### **Contacts and Resources**

- If you think your project is eligible, please notify Jaimee Wilson (jsw359), prior to RFP and bid preparation.
- Reference Links

Inflation Reduction Act of 2022 | Internal Revenue Service (irs.gov),
Inflation Reduction Act Guidebook | Clean Energy | The White House
IRA-Related Tax Guidance | U.S. Department of the Treasury
Frequently asked questions about the prevailing wage and apprenticeship under the Inflation Reduction Act | Internal Revenue Service (irs.gov)
Inflation Reduction Act Apprenticeship Resources | Apprenticeship.gov
IRS provides initial guidance for the domestic content bonus credit | Internal Revenue Service

Cornell University

# **Questions?**