UTILITY ASSESSMENT INCENTIVES

Numerous incentives are available from Federal and State government to help businesses manage their utility usage, lower operation costs, and lessen their environmental impact.

Federal Incentives

Energy Policy Act (EPACT)

A tax deduction up to $1.80 per sq' for lighting, thermal envelope & HVAC efficiency retrofits.
http://tinyurl.com/FPB11-EPACT

USDA REAP Grant

Provides up to $500k for renewable energy projects, 250K for energy efficiency projects and 100K for audits in rural communities.
http://tinyurl.com/FPB11-REAP

Modified Accelerated Cost-Recovery System (MACRS)

A process for evaluating tax depreciation on different types of acquisitions.
http://tinyurl.com/FPB11-MACRS

Business Energy Investment Tax Credit (ITC)

Tax credit (or potential grant option) for a proportion of the capital cost of onsite renewable generation projects.
http://tinyurl.com/FPB11-BEITC

Federal Guaranteed Loans

USDA - Rural Energy for America Program (REAP) Loan Guarantee

Provides guaranteed loans up to 75% of project cost or max $25 million for renewable & energy efficiency Projects.
http://tinyurl.com/FPB11-REAPLOAN

State Incentives

Renewable Energy Tax Credit

A small scale, tax credit option for onsite renewable generation projects.
http://tinyurl.com/FPB11-KYRETC

Sales Tax Exemption for Manufacturing Facilities

Exempts sales tax associated with the purchase of energy efficient manufacturing equipment.
http://tinyurl.com/FPB11-KYExempt

Energy Efficiency Tax Credits (Corporate)

A small scale, tax credit option for energy efficiency retrofit projects.
http://tinyurl.com/FPB11-KYEECredits

Kentucky Enterprise Initiative Act (KEDFA)

Tax incentive rewarding economically driven upgrades for manufacturing, service or technology companies.
http://tinyurl.com/FPB11-KYKEDFA

Direct Loan Program (KEDFA)

A mortgage loan for economically driven fixed asset acquisitions or expansions which create local jobs.
http://tinyurl.com/FPB11-KYKEDFALOAN

Kentucky Reinvestment Act (KRA)

A tax credit incentive for economically driven equipment and facility investments of $2.5 million or more.
http://tinyurl.com/FPB11-KYKRA

References for these and other potentially applicable incentives, can be found at
http://tinyurl.com/FPB111

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