

SECURE AMERICA'S ENERGY INDEPENDENCE ACT

(S-590 & H.R. 550)

These proposed bills makes several changes to current solar credits to enhance their effectiveness

- Modifies the credit for both residential and commercial PV from 30 percent to \$1,500 per half-kilowatt
- No change in the 30 percent credit for solar water heating or CSP
- Eliminates the cap on residential PV
- Adds an exemption which allows consumers to take the credits against the alternative minimum tax (AMT)
- Includes storage in the definition of eligible property
- Shortens the depreciation recovery period for solar and fuel cell equipment from five to three years.

****These changes would apply to all systems placed in service retroactive to January 1, 2007.*****