

Practice Update

News Flash: The Application Portal for the 2024 Low-Income Communities Bonus Tax Credit Program Is Open!

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The application portal for the 2024 Low-Income Communities Bonus Credit Program opened on May 28, with a 30-day initial application window ending at 11:59 pm ET on June 27. All applications during the initial window are treated as received at the same time and thus have an equal chance of receiving a capacity allocation from the capacity allotted to the applicable category or sub-reservation, as follows:

2024 CAPACITY LIMITATION BY CATEGORY		
ELIGIBILITY DESCRIPTION	CATEGORY OR SUB-RESERVATION	TOTAL 2024 CAPACITY AVAILABLE
Category 1: Located in a Low-Income Community (800 MW)	<ul style="list-style-type: none"> 1a: Residential Behind-the-Meter 1b: Residential Behind-the-Meter – ASC 1c: Other Facilities 1d: Other Facilities – ASC 	<ul style="list-style-type: none"> • 250 • 250 • 100 • 200
Category 2: Located on Indian Land (200 MW)	<ul style="list-style-type: none"> 2a: Located on Indian land 2b: Located on Indian land – ASC 	<ul style="list-style-type: none"> • 100 • 100
Category 3: Qualified Low-Income Residential Building Project (224.8 MW)	<ul style="list-style-type: none"> 3a: Low-Income Residential Building Project 3b: Low-Income Residential Building Project – ASC 	<ul style="list-style-type: none"> • 100 • 124.8
Category 4: Qualified Low-Income Economic Benefit Project (900)	<ul style="list-style-type: none"> 4a: Low-Income Economic Benefit Project 4b: Low-Income Economic Benefit Project – ASC 	<ul style="list-style-type: none"> • 400 • 500
TOTAL		<ul style="list-style-type: none"> • 2124.8

Owners of qualified wind or solar facilities with net capacity below 5 MW, and which satisfy the applicable category criteria, are eligible for an

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additional 10 or 20 percent investment tax credit under Section 48(e) of the Internal Revenue Code if they apply for and receive a capacity allocation. Please see our prior alerts for additional detail about the adder and the application process, available [here](#) and [here](#).

The Department of Energy (DOE) will review applications submitted after June 27 on a rolling basis. Nonetheless, owners are advised to submit their applications during the initial period, as most categories were oversubscribed during the 2023 application cycle, with applications representing more than four times the 1.8 GWs of capacity available for allocation. The [DOE program homepage](#) has various program guidance to assist applicants with preparing their submissions. For program-related inquiries and portal assistance, applicants should email EJBonusSupport@hq.doe.gov.

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