

To: Clopay Garage Door Company Customers From: Clopay Building Products Company

Subject: Energy Tax Credit

Homeowners now have a tax incentive for purchasing an insulated garage door to improve the energy efficiency of their home. This creates an added incentive for consumers to replace their existing garage door.

In October 2005, the Energy Policy Act HR6 was passed and signed into law, entitling eligible homeowners to tax credits for energy savings improvements. The tax credit is equal to the sum of 10 percent of all qualified energy saving improvements installed in an existing home from January 1, 2006 to December 31, 2007. (It is unclear at this time if this act will extend beyond this date, any update on this will be communicated.) The credit applies to the product only (not labor) and the maximum credit for all improvements combined is \$500. For example, if the garage door (no labor) cost is \$800, the applicable homeowner tax credit is \$80. A taxpayer can add windows, entry doors or any other qualified products to total \$500 over the two-year period.

Efforts led by DASMA on behalf of the entire garage door industry resulted in garage doors being declared eligible as part of the Energy Tax Incentive Act by the Internal Revenue Service on March 28, 2007.

To be eligible, the installed garage door must meet the following criteria:

- The door must be an insulated garage door installed in 2006 or 2007.
- The door must have an installed U-factor equal to or less than 0.35 and there must be a means to control air infiltration at the door perimeter. This U-factor includes doors with or without windows.
- The door must be expected to remain in service for at least five years.
- The garage must be an insulated space and part of the taxpayer's principal U.S. residence.

Clopay garage door models that qualify for the tax credit include:

- Models 4400, 4401, 4300, 04310, 04301 (2" insulated doors)
 Solid or with insulated windows.
- Models 4050, 4051, 4053, (1 3/8" insulated doors)
 Solid door only
- <u>Coachman® Collection Models</u> (2" and 1 3/8" insulated doors)
 Solid doors only.

Signed Energy Tax Certificates are attached to provide to homeowners when they purchase a qualified product.

Also attached is a sample image and link to the IRS form 5695 which needs to be completed to apply for the tax credit.

Please see the attached letter regarding a homeowner tax incentive for purchasing an insulated Holmes Garage Door to improve the energy efficiency of their home.

ENERGY TAX CREDIT CERTIFICATION

I. Manufacturer's Certification

Clopay Building Products Company, Inc., certifies that the products listed below are Eligible Building Envelope Components which, when installed with a means of controlling air infiltration (e.g., weatherstripping) on a qualifying homeowners' principal residence with insulated garage space, qualify for a federal tax credit under Section 25C of the Energy Policy Act of 2005:

Manufacturer:

Clopay Building Products Company, Inc.

Component:

Exterior door (garage door)

Make/model #:

4300, 4301, 4310, 4400, 4401 (2" insulated doors)

Doors with no windows or with ½" insulated windows qualify.

Doors with windows other than ½" insulated do not qualify.

4050, 4051, 4053 (1 3/8" insulated doors)

Doors with no windows qualify.

Coachman® Collection (2" insulated doors)

Doors with no windows qualify.

Coachman® Collection (1-3/8" insulated doors)

Doors with no windows qualify.

Climate Zone(s):

All (i.e., entire United States)

Under penalties of perjury, I declare that I have examined this certification statement, and, to the best of my knowledge and belief, the facts are true, correct and complete.

Mark Westerfield, P.E.

Director, Product Development and Engineering

Clopay Building Products Company, Inc.

II. Homeowner's Certification

I certify that I have had the following product installed in an insulated garage within my primary residence; that such door has been installed with a means of controlling air infiltration (e.g., weatherstripping); and that the cost of the product only, exclusive of any labor charge of any kind, is correctly stated below:

Component:	Exterior Door (garage door)	
Model No.:		
Homeowner:		
Social Security Number	:	
Address:		
	, ,	
Cost of product only (ex	clusive of installation costs):	\$

Homeowner: Do not submit with tax return. Retain with your records. Please be advised that if you do not purchase and install a means of controlling air infiltration (e.g., weatherstripping), the door will not qualify for this credit.

Residential Energy Credits

► See instructions.

► Attach to Form 1040 or Form 1040NR.

OMB No. 1545-0074				
9M n	6			
ZUU	U			
Attachment	450			

Name(s) shown on return

Your social security number

: : :

| Post | Nonbusiness Frozgy Property Credit (See instructions before completing this part.)

Pa	Nonbusiness Energy Property Credit (See instructions before completing this pa	rt.)		
1	Were the qualified energy efficiency improvements or residential energy property costs made to your main home located in the United States? (see instructions)		☐ Yes	□ No
2 a	Qualified energy efficiency improvements (see instructions). Insulation material or system specifically and primarily designed to reduce heat loss or gain in your home	_		
b	Exterior windows (including skylights). Do not enter more than \$2,000	_		
	Exterior doors Metal roof with appropriate pigmented coatings that meet the Energy Star program requirements and is specifically and primarily designed to reduce heat gain in your home 2c 2d	-		
3	Add lines 2a through 2d	3		
4	Multiply line 3 by 10% (.10)	4		
b	Residential energy property costs (see instructions). Energy-efficient building property. Do not enter more than \$300 . Qualified natural gas, propane, or oil furnace or hot water boiler. Do not enter more than \$150 . Advanced main air circulating fan used in a natural gas, propane, or oil furnace. Do not enter more than \$50 . 5c	-		
6	Add lines 5a through 5c	6		
7	Add lines 4 and 6	7		
8	Enter the smaller of line 7 or \$500 (If you jointly occupied the home, see instructions)	8		
9 10	Enter the amount from Form 1040, line 46, or Form 1040NR, line 43 Enter the total, if any, of your credits from Form 1040, lines 47 through 51, or Form 1040NR, lines 44 through 46	-		
11	Subtract line 10 from line 9. If zero or less, stop. You cannot take the nonbusiness energy property credit	11		
12	Nonbusiness energy property credit. Enter the smaller of line 8 or line 11	12		
For I	Paperwork Reduction Act Notice, see instructions. Cat. No. 13540P		Form 5	695 (2006)

Note: This is an illustration of the tax form needed. The actual tax form can be downloaded from the IRS website:

http://www.irs.gov/pub/irs-pdf/f5695.pdf