

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

and recapture events.

Isaac M. O'Bannon • Apr. 25, 2024



The Department of Treasury and Internal Revenue Service have issued [final regulations](#) describing rules and definitions for the transfer of eligible credits in a taxable year, including specific rules for partnerships and S corporations.

The Inflation Reduction Act and the Creating Helpful Incentives to Produce Semiconductors act (CHIPS) enable taxpayers to take advantage of certain

manufacturing investment, clean energy investment and production tax credits

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

The final regulations also describe special rules related to excessive credit transfers and recapture events, including rules for determining whether an event has occurred, the resulting tax impact and the person responsible for that tax impact.

The final regulations also provide rules for a mandatory IRS pre-filing registration process through an electronic portal. The pre-filing registration process must be completed, and a registration number received, prior to making an election to transfer eligible credits.

In addition, the final regulations describe specific rules for partnerships and S corporations as eligible taxpayers and transferee taxpayers.

Previously, the IRS issued [proposed regulations](#) for the transfer of applicable credits and [temporary regulations](#) for the mandatory [IRS pre-filing registration process](#).

For detailed instructions on how to use the tool, refer to [Publication 5884, Inflation Reduction Act \(IRA\) and CHIPS Act of 2022 Pre-Filing Registration Tool \(PDF\)](#).

Taxes

CPA Practice Advisor is registered with the National Association of State Boards of Accountancy (NASBA) as a sponsor of continuing professional education on the National Registry of CPE Sponsors.

© 2024 Firmworks, LLC. All rights reserved