

IRA Prevailing Wage & Apprenticeship Requirements

violations. Correct violations within 180 days of discovery to avoid the willful

How to qualify for enhanced IRA tax credits by meeting DOL prevailing wage and 10% for projects beginning construction in 2023, 12.5% in 2024, and 15% thereafter. The

KEY TOPICS: Enhanced tax credits · 10% bonus threshold · Apprenticeship hours · Recordkeeping

The Inflation Reduction Act created significant new tax incentives for clean energy

Enhanced Credit Structure:

(back wages + interest) and penalties of \$5,000 per worker per year for willful
The base ITC/PTC rate is 6% (or the base amount). Compliance with prevailing wage and

Prevailing Wage Requirements:

Pay Davis-Bacon prevailing wages to all laborers and mechanics on construction,

Apprenticeship Requirements:

A minimum percentage of total labor hours must be performed by registered apprentices:

Penalty and Correction:

Non-compliance reduces the credit from 30% to 6%. The IRS imposes correction payments