



## CENTRAL ELECTRIC COOPERATIVE, INC.

### President's Quarterly Newsletter

July 2006

Dear Member:

The federal Energy Policy Act of 2005 can help those Central Electric members wanting to make their homes more energy efficient in 2006.

The act provides a federal tax credit for those buying energy-efficient appliances, windows, heat pumps, furnaces, etc.

A tax credit is usually more valuable than a tax deduction because a tax credit is on a "dollar for dollar" basis while a tax deduction only cuts a percentage of your yearly tax bill.

The tax credits can't be applied to a second home and an application must be made between January 1, 2006, and December 31, 2006.

Some of the tax credits are significant...such as for photovoltaic systems (up to \$2,000), central air conditioning, heat pumps, (up to \$300) and insulation (up to \$500).

Remember, Central Electric can't provide you with the critical financial information you need for these tax credits. Only your accountant or the Internal Revenue Service is qualified to do that.

Sincerely,

Al Gonzalez  
President, CEO