HOME ENERGY REBATES

Provisions Authorized through the Inflation Reduction Act

May 18, 2023
About The Home Energy Rebates Program

Mission: DEVELOP PROGRAMS TO MAKE RESIDENTIAL ELECTRIFICATION & ENERGY EFFICIENCY PROJECTS AFFORDABLE IN U.S HOUSEHOLDS.

Amount: $8,800,000,000.00

Status: EARLY ADMIN FUNDS AVAILABLE; NO REBATES YET

Recipients: STATE ENERGY OFFICES & INDIAN TRIBES
IRA Home Energy Rebate Program Objectives

✓ **Help households** across the US enjoy lower energy bills and more comfortable homes

✓ **Make it easier** to access and implement residential energy improvements

✓ **Attract and retain qualified workforce** to serve both single and multifamily markets

✓ **Spur durable market demand** for residential efficiency and electrification by demonstrating value of energy upgrades and efficient homes to homeowners, tenants, and investors
Eligibility By Home Energy Rebate Type

**Home Efficiency Rebates (IRA Sec. 50121, aka HOMES)**

- Rebate eligibility depends on **predicted energy savings** of home upgrade
  - Rebates are technology agnostic
  - Generally, projects will need to predict **at least 20%** energy savings to be rebate eligible
  - Projects estimated to save 35% of energy are eligible for higher levels of savings
- Household eligibility
  - Law does not limit eligibility based on household income
  - Households at or below 80% AMI are eligible for more funds
  - Rented, single-family, or multifamily homes
- New construction homes are **not** eligible

**Home Electrification & Appliance Rebates (IRA Sec. 50122, aka HEERP)**

- Rebate eligibility depends on **installation of eligible qualified electrification projects**
  1. ENERGY STAR electric heat pump water heater
  2. ENERGY STAR electric space heat pump
  3. ENERGY STAR electric heat pump clothes dryer
  4. ENERGY STAR electric cooktop, range, or oven
  5. Electric load service center
  6. Electric wiring
  7. Insulation, air sealing, ventilation
- Household eligibility
  - Households above 150% AMI are **not** eligible
  - Households at or below 80% AMI are eligible for more funds
  - Rented, single-family, multifamily are eligible
  - New construction homes are eligible
Potentially Eligible Equipment & Housing Types

- Electric Heat Pump Clothes Dryer
- Electric Heat Pump for Heat & A/C
- Electric Heat Pump Water Heaters
- Whole Home Air Sealing
- Duct Sealing & Insulation
- Attic, Wall, or Foundation Insulation
- Ventilation Systems
- Smart, Energy-Saving Technology
- Electric Panel & Wiring Upgrades
- Electric Stove, Cooktop, Range, Oven
- & Potentially Other Energy-Saving Technology!

Single-Family Homes & Multifamily Buildings

New Construction & Existing Housing Units

Owner-Occupied & Rental Properties
### How Much Money is Potentially Available Per Project?

<table>
<thead>
<tr>
<th>Type of Home Energy Project</th>
<th>Households Below 80% Area Median Income (AMI) ¹</th>
<th>Households Between 80% and 150% AMI</th>
<th>Households Above 150% AMI</th>
</tr>
</thead>
<tbody>
<tr>
<td>Home Efficiency Project with at least 20% predicted energy savings ²</td>
<td>80% of project costs up to $4,000</td>
<td>50% of project costs up to $2,000 (maximum of $200k for a multifamily building)</td>
<td>Not applicable</td>
</tr>
<tr>
<td>Home Efficiency Project with at least 35% predicted energy savings ²</td>
<td>80% of project costs up to $8,000</td>
<td>50% of project costs up to $4,000 (maximum of $400k for a multifamily building)</td>
<td>Not applicable</td>
</tr>
<tr>
<td>Home Electrification Project Qualified Technologies (only households with an income below 150% AMI are eligible)</td>
<td>100% of project costs up to $14,000</td>
<td>50% of project costs up to $14,000 (households with incomes above 150% AMI are not eligible)</td>
<td>Not applicable</td>
</tr>
<tr>
<td>ENERGY STAR electric heat pump water heater</td>
<td>up to $1,750</td>
<td></td>
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</tr>
<tr>
<td>ENERGY STAR electric heat pump for space heating &amp; cooling</td>
<td>up to $8,000</td>
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<td></td>
</tr>
<tr>
<td>ENERGY STAR electric heat pump clothes dryer</td>
<td>up to $840</td>
<td></td>
<td></td>
</tr>
<tr>
<td>ENERGY STAR electric stove, cooktop, range, or oven</td>
<td>up to $840</td>
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<tr>
<td>Electric load service center</td>
<td>up to $4,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Electric wiring</td>
<td>up to $2,500</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Insulation, air sealing, and ventilation</td>
<td>up to $1,600</td>
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</tr>
</tbody>
</table>

¹See Area Median Income (AMI) for your area: [https://www.huduser.gov/portal/datasets/il/il2022/select_Geography.odn](https://www.huduser.gov/portal/datasets/il/il2022/select_Geography.odn)

²Other rebate amounts (roughly within these ranges) may be available if efficiency rebate rates are determined through measured performance.
Live Now! States May Apply for Early Administrative Funds

Program Guidance Page: www.energy.gov/scep/home-energy-rebate-programs-guidance

• ALRD for Early Administrative Funds

These funds may be used for:

1. Building State Capacity to Administer Programs
2. Strategic Planning on Home Energy Rebate Programs
3. Workforce Assessment & Planning
4. Coordinated & Integrated Program Delivery
5. Consumer Outreach and Education

States are allowed to request up to 2.5%, not to exceed $2.5 million, of the total funding from each formula allocation of Sections 50121 and 50122 under this ALRD.
Stay Connected!

Sign up to receive emails about news, events, and more from the Home Energy Rebate Website.

Home Energy Rebate Programs Website: www.energy.gov/scep/home-energy-rebate-program

Contact us at IRAHomeRebates@hq.doe.gov.
Thank You!

Questions or Comments?
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