

Ground Source Heat Pump (GSHP) Incentives

Utility Incentives		
Provider	Description	Eligibility Requirements
Con Edison	<p>For single-family homes:</p> <ul style="list-style-type: none"> ● 50% of costs up to \$25,000 <ul style="list-style-type: none"> ● If contractor submits project to ConEd on or before <u>5/31/25</u>: up to \$30,000 ● If home is located in a Disadvantaged Community (DAC)** <ul style="list-style-type: none"> ● 70% of costs up to \$35,000 ● If contractor submits project to ConEd on or before <u>5/31/25</u>: up to \$40,000 <p>For apartments (up to 4 units)</p> <ul style="list-style-type: none"> ● 50% of costs up to \$12,500 per unit <ul style="list-style-type: none"> ● If contractor submits project to ConEd on or before <u>5/31/25</u>: up to \$15,000 per unit ● If located in a Disadvantaged Community (DAC)** <ul style="list-style-type: none"> ● 70% of costs up to \$17,500 per unit ● If contractor submits project to ConEd on or before <u>5/31/25</u>: up to \$20,000 per unit 	<ul style="list-style-type: none"> ● **DAC = Disadvantaged Community. To qualify for the higher incentive, your address must be in a NY-state designated Disadvantaged Community (DAC). ● GSHP must be ENERGY STAR certified (meeting ENERGY STAR Tier 3 requirements) and be sized to 100-120% of building heat load. ● Requires decommissioning of your previous fossil fuel system. ● Can be existing homes, gut rehab, or new construction. ● Must use a participating contractor.
NYSEG	<ul style="list-style-type: none"> ● \$2,000 per 10,000 Btu/h of heating capacity (certified by AHRI) ● Up to additional \$80 per MMBtu of annual energy savings, when coupled with eligible envelope upgrades 	<ul style="list-style-type: none"> ● GSHP must be ENERGY STAR certified (meeting ENERGY STAR Tier 3 requirements) and be sized to 100-120% of building heat load. ● Existing buildings and new construction are eligible. ● Must use a participating contractor.



Terms are subject to change. Please check the Sustainable Westchester website or with your contractor for the most up to date incentive information. Visit SustainableWestchester.org/EnergySmartHomes/ or call 914-242-4725, ext. 122

Tax Credits

<p>NY State Tax Credit</p>	<ul style="list-style-type: none"> ● GSHP installed after January 1, 2022 can receive a 25% state tax credit, up to \$5,000. ● Homeowners can carry the tax credit forward for five years if their NY income tax liability is less than \$5,000. 	<ul style="list-style-type: none"> ● Taxpayer must reside in the residence where the system is installed to claim the state tax credit. ● No credit is allowed for residential property that is rented during the tax year in which the credit is being claimed.
<p>Federal Tax Credits - Inflation Reduction Act (IRA)</p>	<ul style="list-style-type: none"> ● Tax credit for up to 30% of costs (no cap). <ul style="list-style-type: none"> • Falls to 26% in 2033, 22% in 2034 • This 30% credit can also apply to an electric panel upgrade (<i>only if done alongside heat pump installation</i>) ● It can be applied with other solar and wind tax credits or any applicable energy efficiency upgrade credits. ● There is no limit to the total income tax credit you can claim. 	<ul style="list-style-type: none"> ● To benefit from this tax credit, you must owe at least as much in federal taxes as you would claim for the credit. <i>*If your tax burden isn't high enough, the credit can be applied over multiple years.</i> ● Must own the home where the system is installed to claim the federal tax credit. ● GSHP system needs to be up and running by the end the given tax credit's lifetime (i.e., by end of 2032 for the 30% credit). ● Equipment must be ENERGY STAR certified ● See the Department of Energy's webpage on Clean Energy Tax Credits for Consumers for more information about how to claim these credits.

Inflation Reduction Act Rebates

Inflation Reduction Act (IRA) – Home Energy Rebates

Home Efficiency Rebates (HER): offers state-distributed rebates based on the energy savings performance of whole-house energy saving retrofits.

- Your contractor should provide you with information about your achieved energy savings after the project’s completion.

HER Incentive Caps

Modeled Energy Savings			Measured Energy Savings		
Energy Savings	Single-Family Households	LMI Households*	Energy Savings	All households	LMI Households*
20 – 34%	\$2,000 OR 50% of project costs (whichever is less)	\$4,000 or 80% of project cost (whichever is less)	15% or greater	\$2,000 per kWh saved equal to a 20% reduction for average home in the state OR 50% of project cost (whichever is less)	\$4,000 per kWh saved equal to a 20% reduction for average home in the state OR 80% of project cost (whichever is less)
35% or greater	\$4,000 or 50% of project cost (whichever is less)	\$8,000 or 80% of project cost (whichever is less)			

*Low-to-moderate income (LMI) households under HER are those whose income is < 80% of the area median income. Find your area’s median income [here](#) and see if you qualify [here](#).

Home Electrification and Appliance Rebates (HEAR): offers income-specific, point-of-sale rebates for heat pump projects.

- Low-income households (under 80% of the area median income): 100% of costs covered up to \$8,000 for heat pumps.
- Moderate-income households (80 – 150% of area median income): 50% of costs covered up to \$8,000 for heat pumps.
- Incentives also available for any necessary electrical upgrades.

- The Home Efficiency Rebates (HER) program** is expected to launch in **2025**.
- Home Electrification and Appliance Rebates (HEAR):**
 - Low-income households can apply to NYSERDA’s EmPower+ program to access HEAR rebates for insulation/air sealing, electrical upgrades, heat pumps, and heat pump water heaters. [See Eligibility Guidelines here.](#)
 - Moderate-income households: HEAR rebates are estimated to launch in **2025**. Rebates cannot be applied retroactively.
- Cannot use the HER and HEAR rebates for the same project.
- Total amount claimed from HEAR cannot exceed \$14,000 (if receiving rebates for multiple projects, i.e. insulation, heat pumps, electrical upgrades...)