

FOR ALL TERRITORY SERVED
Community, Town or City

P.S.C. KY. NO. 10

3rd Revised SHEET NO. 95

CANCELLING P.S.C. KY. NO. 10

2nd Revised SHEET NO. 95

**FARMERS RURAL ELECTRIC
COOPERATIVE CORPORATION**

DSM - Heat Pump Retrofit Program

Purpose

The Heat Pump Retrofit Program provides incentives for residential end-use members (end-use members) to replace their existing resistance heat source with a heat pump.

Availability

This program is available to residential end-use members served by Farmers Rural Electric Cooperative Corporation ("Farmers RECC").

Eligibility

This program is targeted to end-use members who currently heat their home with a resistance heat source; this program is targeted to site-built homes, manufactured homes, and multi-family dwellings. Eligibility requirements are:

- Incentive only applies when homeowner's primary source of heat is an electric resistance heat furnace, ceiling cable heat, baseboard heat, electric thermal storage.
- Existing heat source must be at least two (2) years old.
- New manufactured homes are eligible for the incentive.
- Two (2) maximum incentive payments per location, per lifetime for centrally ducted systems. DOE Federal minimum standard heat pumps will be incentivized at the rate of \$750 per unit, ENERGY STAR standard heat pumps will receive a \$1,000 incentive per unit.
- Ducted and Ductless mini-splits will be incentivized at a rate of \$500 per indoor head unit up to a maximum of three head units per location, per lifetime.

Incentives

End-use members replacing their existing resistance heat source with a heat pump will qualify for the following incentive based on the equipment type:

Equipment Type

Rebate

Centrally Ducted Systems:

Current Energy Conservation Standard established
by the Federal Department of Energy "DOE"
Current ENERGY STAR level equipment or greater

\$750

\$1,000

Mini Split Systems:


Ducted or Ductless Mini-Splits

\$500

Term - The program is an ongoing program.

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TITLE: President & Chief Executive Officer

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**KENTUCKY
PUBLIC SERVICE COMMISSION**

Linda C. Bridwell
Executive Director



EFFECTIVE

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