



FEDERAL TAX CREDITS

Water Heater Incentives

Beginning 2023, the expanded version of 25C, now called the Energy Efficient Home Improvement Tax Credit (under the Inflation Reduction Act of 2022), will provide up to \$2,000 in tax credits for qualified water heaters as well as credits for electrical upgrades. Unlike the existing program, the expanded 25C tax credit has generous annual limits (not lifetime limits), meaning that the same customer could receive the credit for qualified energy efficient upgrades annually. This expansion will extend the program out to 2032.

Note: Qualifying water heating products and corresponding credit limits are based on finalized CEE (Consortium for Energy Efficiency) highest product category tiering as of 12/20/22. Ruud will communicate details on qualified equipment as new information becomes available.



HEAT PUMP WATER HEATER CATEGORY

30 & 15 Amp Hybrid Electric Heat Pump

Previous Water Heater/ Replacement Scenario	Qualifying UEF Based on Highest CEE Tier	Energy Efficient Home Improvement Tax Credit
Standard Electric	≥ 3.3	30% of product + installation cost, up to \$2000



All 120V 15 Amp Plug-in Heat Pump Models

Previous Water Heater/ Replacement Scenario	Qualifying UEF Based on Highest CEE Tier	Energy Efficient Home Improvement Tax Credit
Standard Gas	≥ 2.20	30% of product + installation cost, up to \$2000



HIGH EFFICIENCY GAS WATER HEATER CATEGORY

Gas-Fired Storage - Super High Efficiency Gas

Previous Water Heater/ Replacement Scenario	Qualifying UEF Based on Highest CEE Tier	Energy Efficient Home Improvement Tax Credit
Standard Gas	≥ .86	30% of product + installation cost, up to \$600





FEDERAL TAX CREDITS

Water Heater Incentives Continued

HIGH EFFICIENCY GAS WATER HEATER CATEGORY

Gas-Fired Tankless - Ruud SR/S-Series



Previous Water Heater/ Replacement Scenario	Qualifying UEF Based on Highest CEE Tier	Energy Efficient Home Improvement Tax Credit
Standard Gas	≥ .95	30% of product + installation cost, up to \$600



HIGH EFFICIENCY GAS BOILER CATEGORY

Gas-Fired L-Series Super High-Efficiency Boilers



Previous Water Heater/ Replacement Scenario	Qualifying AFUE Based on Highest CEE Tier	Energy Efficient Home Improvement Tax Credit (expanded 25C)
Standard Gas Boiler	≥ 95%	30% of product + installation cost, up to \$600

Gas-Fired L-Series Super High-Efficiency Combi Boilers



Previous Water Heater/ Replacement Scenario	Qualifying AFUE Based on Highest CEE Tier	Energy Efficient Home Improvement Tax Credit (expanded 25C)
Standard Gas Combi Boiler	≥ 90%	30% of product + installation cost, up to \$600

