SOUTH KENTUCKY R.E.C.C.

Cancelling P.S.C. KY NO. 7, 2nd REVISED SHEET NO. T-35

CANCELLED

KENTUCKY PUBLIC SERVICE COMMISSION

CLASSIFICATION OF SERVICE

HEAT PUMP RETROFIT PROGRAM - DSM

PURPOSE

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

September 1, 2025

AVAILABILITY

This program is available to residential members served by South Kentucky Rural Electric Cooperative Corporation.

KENTUCKY PUBLIC

ELIGIBILITY

This program is targeted to 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 or electric thermal storage.
- Existing heat source must be at least 2 years old.
- New manufactured homes are eligible for the incentive.
- Two (2) maximum incentive payments per location, per lifetime for centrally ducted systems.
- Ducted and Ductless mini-splits applying for the incentive will be incentivized at a rate of \$250 per indoor head unit up to a maximum of three head units per location, per lifetime.
- Participants in the Heat Pump Retrofit Program are not eligible for participation in the ENERGY STAR® Manufactured Home Program.

INCENTIVES

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

<u>-quipment Type</u>	<u>Rebate</u>
Centrally Ducted Systems: Current Energy Conservation Standard established by the Federal Department of Energy "DOE"	\$500
Current ENERGY STAR® level equipment or greater	\$750
Mini Split System: Ducted or Ductless Mini-splits ENERGY STAR® Level equipment or greater	\$250

TERM

The program is an ongoing program.

DATE OF ISSUE: December 13, 2019

DATE EFFECTIVE: March 2, 2019

ISSUED BY: /s/ Kevin Newton

Interim President & Chief Executive Officer

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. 2019-00060 dated November 26, 2019.

KENTUCKY

PUBLIC SERVICE COMMISSION

Gwen R. Pinson Executive Director

Twen R. Punson

EFFECTIVE

3/2/2019

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)