Inflation Reduction Act Rebates and Examples
May 18, 2025
★ 100% Rebate for Low-Income Households

★ 50% Rebate for Middle-Income Households

★ Additional 30% Tax Credit

*Additional Energy Efficiency Programs for all-income levels coming later
Example Cost: $3,000 for Heat Pump Water Heater

→ EWEB Rebate Available: $1,700 (*only $800 for customers with gas water heating)
→ IRA Rebate Available: $1,750

Total Rebates available: $3,450 ($2,550 for gas customers)

Example Cost minus Available Rebates = Final Customer Cost

● $3,000-$3,450 = $0 Final Customer Cost
HEAT PUMP WATER HEATER - LOW INCOME

- Heat Pump Water Heater Cost (Example): $3,000.00
- EWEB Incentive: $2,500.00
- IRA Incentive: $1,750.00
- EWEB Loan: $1,700.00
Example #1b - Heat Pump Water Heater (middle-income)

Example Cost: $3,000 for 50 gallon Heat Pump Water Heater

➔ EWEB Rebate Available: $800
➔ IRA Rebate Available: $1,750 (up to 50% off)

Example Cost minus Available Rebates = Final Customer Cost

- Apply EWEB Rebate: $3,000 - $800 = $2,200
- Calculate IRA Incentive: $2,200 x 50% = $1,100

Apply IRA Incentive: $2,200 - $1,100 = $1,100 in Upfront Costs

- Available Tax Credit = $1,100 x 30% = $330
- Apply Tax Credit = $1,100 - $330 = $770

➔ Final Customer Cost = $770
Example #2a - *Ductless Heat Pump (low-income)*

Example Cost: **$10,000** for Ductless Heat Pump

⇒ EWEB Rebate Available: **$3,800** (low-income)

⇒ IRA Rebate Available: **$8,000**

**Total Rebates available: $11,800**

Example Cost *minus* Available Rebates = **Final Customer Cost**

- $10,000 - $11,800 = **$0 Final Customer Cost**
*Additional $5,000 potentially available from Oregon Department of Energy Heat Pump Program
Example #2b - *Ductless Heat Pump (middle-income)*

Example Cost: **$10,000** for Ductless Heat Pump (with EWEB Rebate)

- EWEB Rebate Available: **$800**
- IRA Rebate Available: **$8,000 (up to 50% off)**

Example Cost *minus* Available Rebates = **Final Customer Cost**

- **Apply EWEB Rebate**: $10,000 - $800 = **$9,200**
- **Calculate IRA Rebate**: $8,000 \times 50\% = **$4,600**

Apply IRA Rebate: **$9,200 - $4,600 = $4,600**

- **Upfront Cost** = **$4,600**

Calculate Tax Credit (money-back): **$4,600 \times 30\% = $1,380**

Calculate Final Cost: **$4,600 - $1,380 = $3,220**

- **Final Customer Cost** = **$3,220**
HEAT PUMP - MODERATE INCOME (EWEB REBATE)

- Heat Pump Cost (Example): $10,000.00
- EWEB Incentive: $800.00
- IRA Incentive: $4,600.00
- Cash: $4,600.00

*Graph doesn't show tax credit of $1,380
Example #2c - Ductless Heat Pump (middle-income)

Example Cost: $10,000 for Ductless Heat Pump (with EWEB loan)

➔ EWEB Zero-interest Loan Available: $14,000 ($6,000 for first head, $2,000 each added)
➔ IRA Rebate Available: $8,000 (up to 50% off)

Example Cost minus Available Rebates and Tax Credits = Final Customer Cost

- Calculate IRA Rebate: $10,000 x 50% = $5,000

Apply IRA Rebate: $10,000 - $5,000 = $5,000

Apply EWEB Loan of $5,000: $5,000 - $5,000 = $0

- Upfront Cost = $0

Calculate Tax Credit (money-back): $5,000 x 30% = $1,500

Calculate Final Cost: $5,000 - $1,500 = $3,500

- Final Customer Cost = $3,500
Graph doesn’t show tax credit of $1,500
Questions?
The graphic on your paper shows potential areas in your home where air can escape, which impacts how much cold or hot air escapes or enters your home.

Circle a few areas on the graphic where the air most escaping in your home.

You may want to rank your priorities to identify the most prevalent problem area.

Think about

- What can you do first, second or third…?
- What can you afford to do?
Discussion Prompts

1. What do you need to feel comfortable in your home?
2. What would an energy efficiency project look like in your home?
3. Do you feel like you have enough information to think about future actions?
Beyond Toxics is looking to receive mobile air conditioners from the Oregon Health Authority (OHA) for community members who are most in need.

To be eligible:

- Do not have a cooling device, and
- Qualify for medical assistance through OHA, Oregon Department of Human Services (ODHS) or Medicare, or have received these services in the past 12 months, and
- Are at risk for heat-related illness. This includes:
  - People age 65 years or older; or
  - Medically fragile children; or
  - People with a disability or health condition that makes them vulnerable to heat events. These include diabetes, heart disease, hypertension, obesity, or a respiratory disease.