

2026 HVAC and Water Heating Incentives

Residential and Small Commercial HVAC

The Avista Midstream HVAC and Water Heating Program is provided by Avista. The table below outlines minimum efficiency requirements for heat pumps under 5.4 tons with details as follows:

- Incentives are listed as \$/outdoor system.
- Customers purchasing qualifying heat pump systems must have a valid electric service account with Avista.
- Equipment that has SEER2/HSPF2 ratings and dual SEER/HSPF and SEER2/HSPF2 ratings, refer to the table in this section.

Limit 2 heat pump outdoor systems per residential customer and no limit for commercial customers. Sales made on or after **January 1, 2026**, as determined by the date on the distributor invoice to the installer, are eligible for the incentives below. All pass-through rebates must be given to the contractor and displayed as a line item or otherwise identified. Please reach out to the Program Implementer, Energy Solutions, with any questions about qualifying installations.

Table 1: SEER2/HSPF2 Rated Commercial and Residential Air-Cooled Heat Pumps (< 5.4 tons)

Equipment Type	Project Type	Tier	SEER2	HSPF2	Pass-Through Incentive (\$/outdoor system)	
					WASHINGTON	IDAHO
Air Source Heat Pump < 65 kBtuh (< 5.4 tons)	Residential Retrofit and Commercial Retrofit and New Construction	1	15.2	8.1	\$300	\$300
		2	15.2	8.5	\$400	\$400
		3	16.0	9.5	\$600	\$600
	Residential New Construction Split System	2	15.2	8.5	\$400	\$400
		3	16.0	9.5	\$600	\$600
	Residential New Construction Package System	1	15.2	8.1	\$300	\$300
		2	15.2	8.5	\$400	\$400
		3	16.0	9.5	\$600	\$600
	Residential Retrofit Split and Package System	1	15.2	8.1	\$300	\$300
		2	15.2	8.5	\$400	\$400
		3	16.0	9.5	\$600	\$600
	Mini-/Multi-Split Heat Pump < 65 kBtuh (< 5.4 tons)	Commercial Retrofit and New Construction	1	15.2	\$300	\$300
			2	15.2	\$400	\$400
			3	16.0	\$600	\$600
		Residential New Construction	2	15.2	\$400	\$180
			3	16.0	\$600	\$350
		Residential Retrofit	1	15.2	\$300	\$300
			2	15.2	\$400	\$400
			3	16.0	\$600	\$600

Table 2: SEER2/HSPF2 Rated Residential Space Constrained Air-Cooled Heat Pumps (< 2.5 tons)

Equipment Type	Project Type	Tier	SEER2	HSPF2	Pass-Through Incentive (\$/outdoor system)	
					WASHINGTON	IDAHO
Air-Cooled Space Constrained Heat Pump ≤ 30 kBtuh (≤ 2.5 tons)	Manufactured Home Retrofit and New Construction	1	11.9	6.6	\$400	\$400

Packaged Terminal Heat Pumps

The Avista Midstream HVAC and Water Heating Program is provided by Avista. The table below outlines minimum efficiency requirements for commercial packaged terminal heat pumps installed in new construction buildings with details as follows:

- Incentives are listed as \$/unit.
- Equipment in this category is only eligible for incentives if installed in a new construction building. No incentives are available for replacement packaged terminal heat pump equipment.
- Customers purchasing qualifying packaged terminal heat pump systems must have a valid electric service account with Avista.

No quantity limit for commercial customers. Sales made on or after **January 1, 2026**, as determined by the date on the distributor invoice to the installer, are eligible for the incentives below. All pass-through rebates must be given to the contractor and displayed as a line item or otherwise identified. Please reach out to the Program Implementer, Energy Solutions, with any questions about qualifying installations.

Commercial Packaged Terminal Heat Pumps - WASHINGTON ONLY			
Equipment Type	Building Type	Project Type	Pass-Through Incentive (\$/outdoor system)
Packaged Terminal Heat Pump	Lodging, Residential Care	New Construction Only	\$40

Residential and Commercial Gas Furnaces

The Avista Midstream HVAC and Water Heating Program is provided by Avista. The table below outlines minimum efficiency requirements for gas furnaces with details as follows:

- Eligibility is listed by building and project type.
- Customers purchasing qualifying gas furnaces must have a valid natural gas service account with Avista.

Limit 2 furnaces per residential customer and no limit for commercial customers. Sales made on or after **January 1, 2026**, as determined by the date on the distributor invoice to the installer, are eligible for the incentives below. All pass-through rebates must be given to the contractor and displayed as a line item or otherwise identified. Please reach out to the Program Implementer, Energy Solutions, with any questions about qualifying installations.

Residential and Commercial Condensing Gas Furnaces						
Unit Type	Size Category	Building Type	Project Type	AFUE	Pass-Through Incentive (\$/unit)	
					WASHINGTON	IDAHO
Condensing Gas Furnace	< 300,000 Btuh	Residential	Retrofit and New Construction	≥ 90%	\$650	\$250
		Commercial		≥ 90%	\$650	\$500



Residential and Commercial Heat Pump Water Heaters

The Avista Midstream HVAC and Water Heating Program is provided by Avista. The table below outlines minimum efficiency requirements for hybrid heat pump water heaters (HPWHs) with details as follows:

- Eligibility is listed by building and project type.
- Incentives for hybrid heat pump water heaters are listed as \$/unit.
- Customers purchasing qualifying heat pump systems must have a valid electric service account with Avista.

Limit 2 hybrid heat pump water heaters per residential customer and no limit for commercial customers. Sales made on or after **January 1, 2026**, as determined by the date on the distributor invoice to the installer, are eligible for the incentives below. All pass-through rebates must be given to the contractor and displayed as a line item or otherwise identified. Please reach out to the Program Implementer, Energy Solutions, with any questions about qualifying installations.

Residential and Commercial Hybrid Heat Pump Water Heaters					
Equipment Type	Building Type	Project Type	Minimum UEF	Pass-Through Incentive (\$/unit)	Contractor Spiff (\$/unit)
Heat Pump Water Heater < 120 gallons	Residential	Retrofit	2.1	\$500	\$100
		New Construction	2.1	\$150	N/A
	Commercial	Retrofit and New Construction	-	\$600	\$100

Residential Gas Water Heaters

The Avista Midstream HVAC and Water Heating Program is provided by Avista. The table below outlines minimum efficiency requirements for commercial and residential gas water heaters with details as follows:

- Eligibility is listed by building and project type.
- Customers purchasing qualifying heat pump systems must have a valid electric service account with Avista.

Limit 2 heat pump water heaters per residential customer and no limit for commercial customers. Sales made on or after **January 1, 2026**, as determined by the date on the distributor invoice to the installer, are eligible for the incentives below. All pass-through rebates must be given to the contractor and displayed as a line item or otherwise identified. Please reach out to the Program Implementer, Energy Solutions, with any questions about qualifying installations.

Residential Condensing Gas Water Heaters					
Equipment Type	Size Category	Project Type	Minimum UEF	Pass-Through Incentive (\$/unit)	
				WASHINGTON	IDAHO
Storage Gas Water Heater	≤ 55 gallons	Retrofit and New Construction	0.67	\$100	\$75
	> 55 gallons		0.86	\$100	\$75
Tankless Gas Water Heater	> 50,000 and < 200,000 input Btuh		0.9	\$475	\$100



Residential Boilers

The Avista Midstream HVAC and Water Heating Program is provided by Avista. The table below outlines minimum efficiency requirements for residential boilers with details as follows:

- Eligibility is listed by building and project type.
- Customers purchasing gas water heater systems must have a valid natural gas service account with Avista.

Limit 2 boilers per residential customer. Sales made on or after **January 1, 2026**, as determined by the date on the distributor invoice to the installer, are eligible for the incentives below. All pass-through rebates must be given to the contractor and displayed as a line item or otherwise identified. Please reach out to the Program Implementer, Energy Solutions, with any questions about qualifying installations.

Residential Space Heating Boilers				
Equipment Type	Size Category	AFUE	Pass-Through Incentive (\$/unit)	
			WASHINGTON	IDAHO
Condensing Gas Boiler	< 300,000 Btuh	≥ 90%	\$550	\$350