

October 1, 2014

## Dear Consumer:

Thank you for your commitment to the New Jersey residential HVAC programs. We appreciate your participation and your efforts to reduce New Jersey's energy dependence. This notice includes important changes for Fiscal Year (FY) 2015.

Purchases made prior to November 1, 2014 will be processed according to current program guidelines and incentives.

The following FY 2015 key program changes will go into effect for purchases made on or after November 1, 2014.

## WARMAdvantage Program:

- The minimum efficiency criteria for gas furnaces will increase from 92% AFUE\* to either equal or greater than 95% AFUE at a \$250 incentive level. This will be identified as a Tier 1 qualification.
- The minimum efficiency criteria for ENERGY STAR® certified gas furnaces will also increase from 92% AFUE to either equal or greater than 95% AFUE, less than or equal to 2.0% furnace fan efficiency and less than or equal to 2.0% air leakage at a \$500 incentive level. This will be identified as a Tier 2 qualification.
- Tier 1 qualifying gas furnaces as noted above, and either a qualifying standalone water heater OR an indirect-fired water heater attached to the qualifying furnace is eligible for a \$900 combination rebate.
- Tier 2 qualifying gas furnaces as noted above, and either a qualifying standalone water heater OR an indirect-fired water heater attached to the qualifying furnace are eligible for a \$1,000 rebate
- Qualifying gas boilers and water heaters will be eligible for a \$900 combination rebate as noted below:
  - o Integrated water heating and boiler unit (Combi Boilers)
  - OR a qualifying stand alone water heater (see minimum efficiency for water heaters below)
  - o OR an indirect water heater attached to the qualifying boiler

The equipment, minimum efficiency criteria and incentives for purchases made between November 1, 2014 to June 30, 2015 for water heaters, furnaces, and boilers are listed in the below table:

<b>Equipment Type</b>	Minimum Efficiency Criteria	Incentive
Gas Water Heater	Energy Factor (EF) .82 or greater	\$500
	and ENERGY STAR qualified	
Gas Water Heater	Thermal Efficiency (TE) 90% or	\$500
	greater with sealed combustion	
Gas Power Vent Storage Water	EF .67 or greater and ENERGY	\$500
Heater	STAR qualified	
Gas Boiler – Hydronic	AFUE* 85% or greater and	\$300
-	ENERGY STAR qualified	
Gas Boiler – Steam	AFUE 82% or greater	\$300

Boiler and Water Heater Combination	Qualifying boiler (see minimum efficiency for boilers noted above)	\$900
	<ul> <li>and water heating as noted below:         <ul> <li>Integrated water heating and boiler unit (Combi Boilers)</li> <li>OR a qualifying stand alone water heater (see minimum efficiency for water heaters below)</li> <li>OR an indirect water heater attached to the qualifying boiler</li> </ul> </li> </ul>	
Gas Furnace Tier 1	AFUE 95% or greater	\$250
Gas Furnace Tier 2	AFUE 95% or greater and ENERGY STAR qualified	\$500
Furnace and Water Heater Combination**	Qualifying gas furnace (see minimum efficiency for furnaces noted above); AND EITHER:  • A qualifying standalone water heater (see minimum efficiency for water heaters above)  • OR an indirect-fired water heater attached to the qualifying furnace	\$900**
Sandy additional incentive for qualifying water heaters, boilers and furnaces	Homeowners with Hurricane Sandy damage may be eligible for an additional incentive. Sandy Certification and other requirements may apply.	\$200 per unit

<sup>\*</sup>AFUE (Annual Fuel Utilization Efficiency)

For customers of Municipal Electric or Co-op Utilities, or Propane and Oil customers, SEP Incentives are subject to the limited availability of funds and will terminate at the earlier of June 30, 2015 or when funds are exhausted.

Forms will be available on the Clean Energy website by November 1, 2014 at NJCleanEnergy.com/COOL and NJCleanEnergy.com/WARM. Please check NJCleanEnergy.com/SANDY for more information on Hurricane Sandy enhanced incentives.

If you have any questions regarding these changes, please contact us at 866-NJSMART.

New Jersey's Clean Energy Program WARMAdvantage/COOLAdvantage c/o Honeywell 145 Route 46 West Wayne, NJ 07470 (866) NJ SMART

<sup>\*\*</sup> Tier 2 Qualifying gas furnaces as noted above and either attached to a qualifying standalone water heater OR an indirect-fired water heater are eligible for a \$1,000 rebate."