

Residential Solar Water Heater Incentives



- **Arizona State Tax Credit** - 25% of the total installed cost, capped at \$1,000.
- **Federal Tax Credit** - 30% of the total cost for systems “placed in service” from January 1, 2006 through December 31, 2016, capped at \$2,000. When calculating tax credit, total installation cost includes Utility rebates (e.g. APS and SRP).
- **Utility Incentives** –
 - APS will pay an incentive of \$0.75 per kWh (kilowatt hour) of energy savings the system provides in the first year, capped at 50% of the installation cost.
 - SRP will pay an incentive of \$0.50 per installed kWh (kilowatt hour) of energy savings the system provides.

Solar Water Heater Pricing Example*

System Size	Installed Cost	Utility Rebate		State Tax Credit	Federal Tax Credit		Final Cost	
		SRP	APS		SRP	APS	SRP	APS
2,600 kWh	\$5,000	\$1,300	\$1,950	\$1,000	\$1,110	\$915	\$1,590	\$1,135

*Note: This example represents a hypothetical cost and savings scenario based on information provided from APS, SRP, and the Database of State Incentives for Renewables and Efficiency. Actual costs and savings may vary.

Additional Resources

Arizona State Tax Credit - www.azdor.gov/brochure/543.pdf

Federal Tax Credit – www.energystar.gov/index.cfm?c=products.pr_tax_credits#s4

APS - www.aps.com/main/green/choice/choice_23.html?source=hme

SRP - www.srpnet.com/environment/earthwise/solar/default.aspx

Database of State Incentives for Renewables and Efficiency - www.dsireusa.org/index.cfm?EE=1&RE=1

The information compiled and presented by the city of Glendale in this document, including, without limitation, the links embedded herein, is offered solely as a convenience of those seeking a source of basic information on solar incentives.

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