

NEW 2023 HVAC REGULATIONS BRING PRICE INCREASES FOR CONSUMERS

Did you know that the cost of HVAC units will increase in 2023? Many homeowners and property managers may be surprised by the rising prices next year. When the stricter regulations take effect, consumers' wallets will certainly feel the impact. To put it plainly, customers should expect to pay higher prices for HVAC systems in 2023.

First, the nation is experiencing a wave of price increases for various products and services across many industries, due to the pandemic's impact on the global supply and distribution chain. This includes the cost of materials used in the manufacturing of HVAC units.

The second reason revolves around an initiative by the U.S. Department of Energy (DOE) to reduce the overall energy consumption in the United States. On January 1, 2023, new regulations from the DOE will take effect, changing existing minimum efficiency standards for split-system HVACs and split-system heat pumps. Additionally, all HVAC manufacturers must comply with new testing procedures for measuring and developing efficiency ratings for HVAC units.

The DOE identified that the inefficiencies in commercial and residential units were a prime contributor to our climate crisis. In response, a multi-phase standards policy was developed to require the production of higher-efficiency cooling units. Therefore, on January 1, 2023, the minimum efficiencies for central air conditioners and heat pumps will have been pushed up to 30%. This will result in a lower amount of electricity used for the same amount of cooling.

Understanding the New 2023 HVAC Regulations

Because central air and heating use a significant amount of energy, the DOE first started regulating SEER ratings in 1987. Since then, the DOE has analyzed HVAC energy consumption and efficiency across the United States by dividing the country into regions.

Energy consumption is measured in SEER, which stands for seasonal energy efficiency ratio and indicates the energy efficiency of an HVAC system. A higher SEER rating indicates a more efficient appliance. Older air conditioning units typically have lower SEER ratings.

In the South region, which includes the state of Arkansas, the DOE's new minimum efficiency regulations for 2023 will increase from 14.0 to 15.0 SEER. Heat pump minimum efficiency requirements, which adhere to a national standard, will increase from 14.0 to 15.0 SEER.

In addition, the new standards will require increased heating efficiency of air-source heat pumps as measured by the equipment's heating seasonal performance factor (HSPF). The minimum HSPF will become 8.8 HSPF, as compared with the 8.2 HSPF required by the current standard that went into effect in 2015.

The law also states that any HVAC unit that does not meet the above requirements cannot be installed on or after January 1, 2023. That means, when it is time to replace an old HVAC system, homeowners will be required to buy a unit that complies with the new standards. HVAC service companies will not be allowed to install an HVAC unit with a 14.0 SEER rating or lower in 2023. Only 15.0 SEER units or higher meet the new 2023 federal requirements for energy efficiency. Keep in mind that if you have fully functioning equipment in your home, it does not need to be replaced.

The U.S. Energy Information Administration projects that these changes will create a savings of \$2.5 billion to \$12.2 billion on energy bills during the first 30 years of the regulatory change.

Buy Now!

Avoid Price Increases from 2023 HVAC Regulations

Do you have HVAC equipment that needs to be replaced? Any units bought and installed before January 1, 2023, are **NOT** subject to the new standards. If you would prefer an appliance with a 14.0 SEER rating or lower, there's still time to act!

Avoid the coming price increases of 2023 by calling <u>Mountain Home Heat and Air</u> at 870-425-HVAC (4822) to schedule an appointment today.