Energy Optimization

Energy Optimization Program

Equipment and rebates are subject to change.
Rebates are available on a first-come, first-served basis.
Select rebates are eligible for new construction projects.
For more information visit **michigan-energy.org**.

2026 BUSINESS & FARM REBATE GUIDE

COMPRESSED AIR

Variable Speed (VSD) Air Compressor	$100 per HP	Low Pressure Drop Air Filter	$5 per HP
Variable Displacement Air Compressor	$35 per HP	Compressed Air Pressure Flow Controller	$5.50 per HP
Two-Stage Rotary Screw Air Compressor (minimum 50 HP)	$20 per HP	Blower Purge Desiccant Compressed Air Dryer Replacing Heatless Desiccant	$3.50 per SCFM
Refrigerated Cycling Compressed Air Dryer Replacing Non-Cycling	$0.40 - $2 per SCFM	Electric Tool Replacing Pneumatic Air Tool	$60 - $100 per tool
Refrigerated Compressed Air Dryer Replacing Desiccant	$4 per SCFM	Compressed Air Engineered Nozzle for Blow-off	$150 per nozzle
Air Compressor Outdoor Air Intake	$8 per HP	Compressed Air Replacement with Air Blowers	$450 per HP
Zero Loss Condensate Drain	$150 per drain	Compressed Air Storage Tank	$25 - $50 per HP
Dew Point Sensor Control for Desiccant Dryer	$5 per SCFM	Compressed Air Leak Detection and Repair	$15 per HP
Heat-of-Compression Air Dryer	$4 per SCFM	Compressed Air System Energy Audit with Leak Detection and Repair	$20 per HP

LIGHTING

LED MR16 Lamp	$3 per lamp	Stairwell Bi-Level Controls	$0.35 per Watt controlled
High Bay Lighting	$0.30 - $0.60 per Watt reduced	Automated Central Lighting Controls	$0.06 per sq ft
Interior Non-High Bay Fixture Replacement	$0.20 - $0.60 per Watt reduced	Interior Occupancy Sensor	$0.06 per Watt controlled
Exterior lighting	$0.30 per Watt reduced	Interior Occupancy and Daylight Sensor	$0.08 per Watt controlled
Parking Garage Lighting	$0.60 per Watt reduced	Interior Daylight Sensor Controls	$0.06 per Watt controlled
Signage Lighting	$0.20 - $0.50 per Watt reduced	Exterior Multi-Step Dimming Occupancy Controls	$0.15 per Watt controlled
LED Exit Sign	$14 per sign	Exterior Occupancy Sensor with Daylight Sensor	$0.25 per Watt controlled
Fluorescent Relamping with TLED Lamps	$1 to $10 per tube	Fluorescent Delamping (per lamp removed)	$5 - $10 per lamp

CUSTOM

Custom rebates are available for the installation of unique energy-efficient equipment at your business. This allows for rebates that may not fit into the standard prescriptive measures. Custom rebates are based on the annual energy savings (kWh/yr) forecasted.	$0.07 per annual kWh savings (projected) or 75% of the project cost, whichever is lower.

NON-LIGHTING

CRAC	High Efficiency Computer Room Air Conditioning Unit	$3.50 - $4 per MBH	Glycol Economizer for Glycol Cooled CRAC Unit	$22 per MBH
	Air Side Economizer for Air Cooled CRAC Unit	$30 per MBH	Data Room Hot/Cold Aisle Configuration	$4 per MBH
	Refrigerant Economizer for Air Cooled CRAC Unit	$12 per MBH	VFD on Existing CRAC Unit Process Fans	$150 per HP

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NON-LIGHTING, continued

HVAC	Electric Chiller Tune-up	$6 to $12 per ton		Central Air-Source Heat Pump	$450
	Variable Speed ECM Blower Motor for Furnace or AHU	$95 per HP		Mini/Multi-Split Air-Source Heat Pump	$500
	Smart Thermostat	$0.02 per sq ft controlled		Air-to-Water Heat Pump	$500
	Hotel Guest Room Energy Management	$15 - $75 per room controlled		Ground-Source Heat Pump	$2,250
	Occupancy Sensor Control for HVAC	$25 per 1,000 sq ft		Desuperheater for Ground-Source Heat Pump	$100
	Constant Volume AHU to VAV	$250 per 1,000 sq ft		Heat Pump Water Heater	$100
	Packaged Terminal Heat Pump (PTHP)	$100		Variable Refrigerant Flow Heat Pump System	$125 per ton
REFRIG & FOOD SERVICE	Night Cover for Open Refrigerated Grocery Display	$7.50 per linear ft		Walk-in or Reach-in Case Cooler/Freezer ECM Evaporator Fan Motor	$40 - $100 per motor
	Commercial Refrigerator or Freezer	$50		Ice Machine	$50
	Occupancy Sensor for LED Lighting in Reach-in Case	$6 per door		Evaporator Fan Demand Controls	$40 - $120 per controller
	Anti-Sweat Heater Control	$80 per door controlled		Strip Curtain for Walk-in Cooler/Freezer	$5 - $25 per sq ft of doorway
	LED Lighting in Freezer or Cooler Case	$10 per linear foot		Automatic High-Speed Door	$15 - $100 per sq ft of doorway
	No Heat Reach-in Case Door	$125 per door		ENERGY STAR Electric Cooking Equipment	Up to $1,650
	ENERGY STAR Hot Food Holding Cabinet	$200		Pre-Rinse Sprayer ≤0.68 gpm	$50 per sprayer
INDUST. & MISC.	Variable Frequency Drive for Electric Motor	$25 to $75 per HP		High Efficiency Hand Dryer	$65 per unit
	Barrel Wrap Insulation for Plastic Injection Molding or Extrusion Machine	$85 per sq ft		Industrial 3-Phase High-Frequency Battery Charger	$100 - $260 per charger
	High Efficiency Welder	$100 - $425 per welder		PC Network Energy Management Software	$9 per PC controlled
	Cogged Belt Drives	$5 per HP		Synchronous Belt Drive	$10 per HP
	Optimized Snow Melt Controls	$9 per 1,000 sq ft			

FARM EQUIPMENT

Variable Speed Controller for Milk Vacuum Pump	$50 per HP		LED Grow Light - New Facility	$0.25 - $0.40 per Watt installed
HVAC Load Reduction due to Conversion to LED Lighting	$0.10 per Watt reduced		LED Grow Light - Existing Facility	$0.30 - $0.45 per Watt reduced
Variable Speed Drive on Milk Pump	$500 - $750 or $0.05 - $0.08 per lb of milk/day		Milk Pre-Cooler Heat Exchanger	$500 per heat exchanger or $0.10 per lb milk/day
Scroll Compressor for Dairy Refrigeration	$250 or $0.04 per lb of milk/day		Dehumidification of Indoor Horticultural Grow Facility	$0.75 per pint/day
Dairy Refrigeration Tune-Up	$150 per system or $0.015 per lb milk/day		Grain Storage Temperature and Moisture Management Controller	$30 per fan HP
VFD on Irrigation Pump	$25 per HP		VFD on Ag Fan	$30 - $60 per HP
Fan Thermostat Controls	$100 per fan controlled		VFD on Ag Pump	$30 - $75 per HP
Exhaust or Circulation Fan	$50 - $100		VFD on Well Pump	$35 per HP
High Volume Low Speed Fans (HVLS)	$250 - $800		Low-Energy Livestock Waterer or Fountain	$100
Timer for Engine Block Heater	$20		LED Poultry Light	$0.40 per Watt reduced
Farm Energy Audit	$500		Energy Recovery Ventilator (ERV) for Indoor Ag Facility	$80 per ton
Long-Day Lighting System Retrofit for Livestock Barn	Custom rebate			

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