Bringing Policy to Life! Successful Outreach Approaches for Energy Efficiency in Public Facilities

Michael Mandzik – Outreach Account Manager, TRC Companies Tony O'Donnell – Outreach Account Manager, TRC Companies

New Jersey's Clean Energy Program[™]

October 29, 2020



NJCEP Background

ADMINISTERED BY

New Jersey Board of Public Utilities' Division of Clean Energy

FUNDING

Societal Benefits Charge (SBC) on utility bill

PROGRAM GOALS

- Education
- Change behavior
- Provide opportunity for ALL NJ residents to reduce energy and lower operating cost
- Protect the environment and lower emissions
- Meet Governor's goal of 100% clean energy by 2050





2

Programs to Meet Goals





ENERGY CONSERVATION



ENERGY EFFICIENCY



DISTRIBUTED ENERGY RESOURCES



ment Education

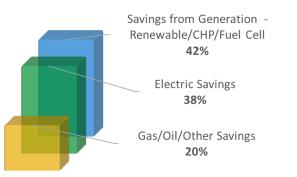
PRME

RENEWABLE ENERGY

Program Performance...

S'y

131,000+ applications processed in FY19



Energy Savings are delivered through electric, gas, oil, other efficiencies and generation



\$136,000,000+ incentives paid in FY19



...Brings Real-World Results

Clean Energy Programs eliminated enough CO₂ to equate to:



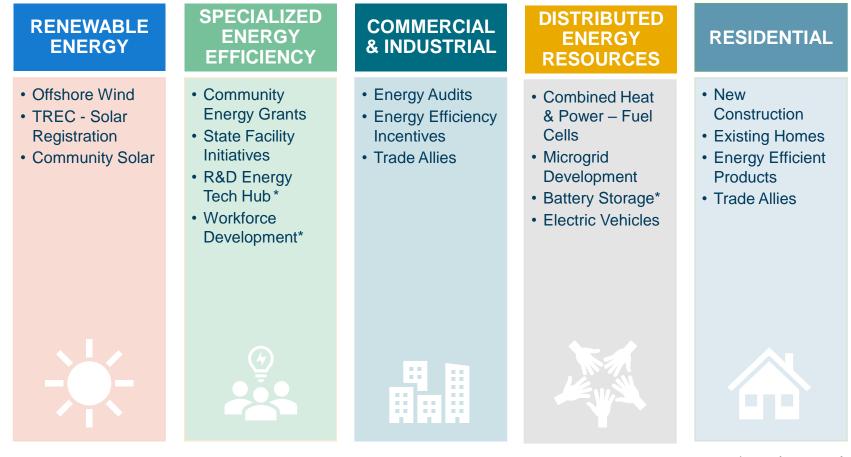
7,400,000+ trees planted



452,616 metric tons greenhouse gases eliminated



NJCEP Portfolio of Programs

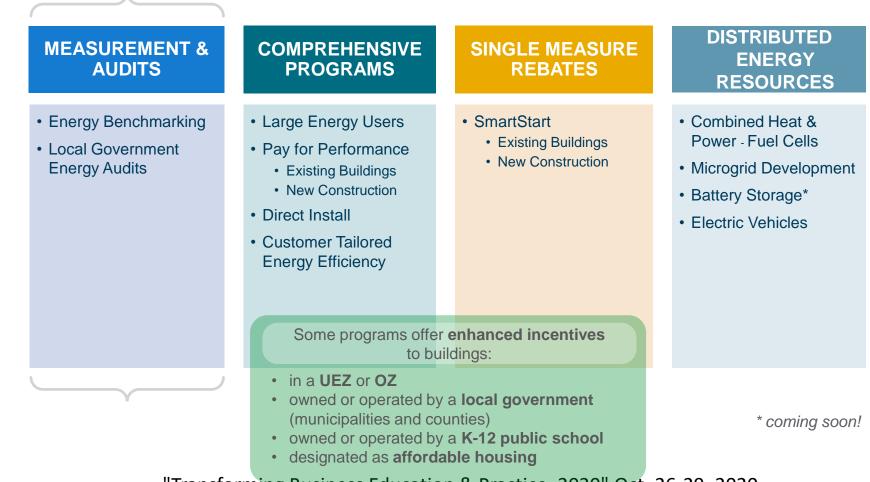


* coming soon!



C&I Portfolio of Programs

Eligible Sectors: Commercial, Industrial, Government, Schools, Non-Profit, Institutional and Multifamily





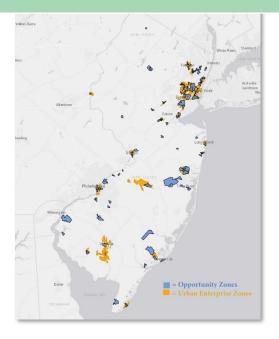
Enhanced Incentives

New Jersey's cleanenergy program*		Press Room Library FAQs 4	Calendar Newslett II s Calenct Us S
HOME	RESIDENTIAL	COMMERCIAL, INDUSTRIAL, LOCAL GOV & MULTIFAMILY	RENEV ABLE MERGY
NEW JERSEY'S CLEAN ENERGY PROGRAM			Desara Undatas
ABOUT NJCEP	About New Jersey's	Clean Energy Program	 Enhanced Rebates Announced
BOARD OF PUBLIC UTILITIE \$		tewide program that offers financial incentives, ents, business owners and local governments to	in New Jersey
REBATES AND PROMOTIONS	help them save energy, money and the envir		 Solar Transition Stakeholder Workshops
NJCEP POLICY UPDATES & REQUEST FOR COMMENTS	 Rebate Quicklinks Appliances: Refrigerator / More 	Water Heater / Clothes Washer / Dryer /	 Community Solar Energy Pilot Program

Eli	gibility Basis	Criteria		
	Located in an Urban	The building where equipment is or will be installed must be located within the bounds of an Urban Enterprise Zone (UEZ). Please follow the steps below to confirm your facility is within the qualifying		
	Enterprise	zone.		
	Zone (UEZ)	The building location must be checked against the <u>NJ Community Asset Map</u> .		
		 Enter the address of your building in the field at the top of the map. Under the Layers menu on the left side of the screen, scroll down to Urban Enterprise Zones and <i>check</i> to enable the layer. Print or save a screenshot of the page to include with your submission. 		
		For the avoidance of doubt, companies do not need to become a Certified UEZ Business to be eligible for enhanced incentives from NJCEP.		
	Located in an Opportunity Zone (OZ)	The building where equipment is or will be installed must be located within the bounds of an Opportunity Zone (OZ). Please follow the steps below to confirm your facility is within the qualifying zone.		
		The building location must be checked against the NJ Community Asset Map.		

Some programs offer **enhanced incentives** to buildings:

- in a UEZ or OZ
- owned or operated by a **local government** (municipalities and counties)
- owned or operated by a K-12 public school
- designated as affordable housing





Click here for a link to NJ Community Asset Maps

Local Government Energy Audit

MEASUREMENT & AUDITS

WHO Local Government, New Jersey Colleges and Universities, and 501(c)(3) Non-Profit buildings with an average yearly demand >200kW*

INCLUDES BENCHMARKING

9

* Inquire about the waivers available to buildings ≤200kW average

COST Free

NJCleanEnergy.com/LGEA

- WHY • Inventory of all energy-consuming equipment and line by line program eligibility, savings and costs
 - Comprehensive utility bill analysis
 - Facility benchmarking
 - Feasibility for solar and combined heat & power

INCENTIVE • \$100,000 per entity (covers most small to large entities)

CAP

•\$300,000 per 501(c)(3) hospital •\$300,000 per entity interested in ESIP



Local Government Energy Audit

Systems

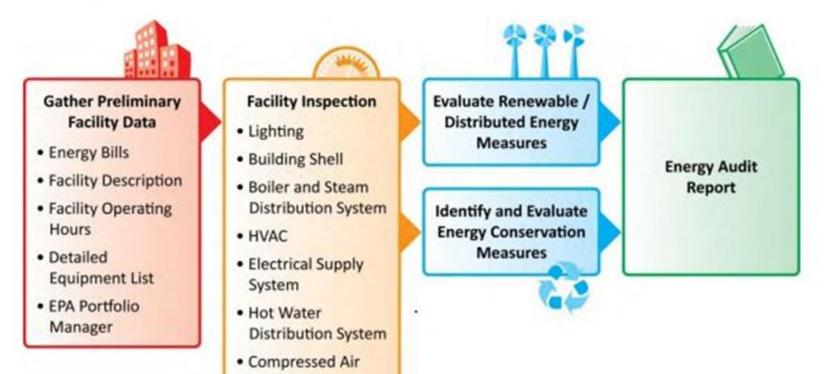
Equipment

Motor and Process

MEASUREMENT & AUDITS

10

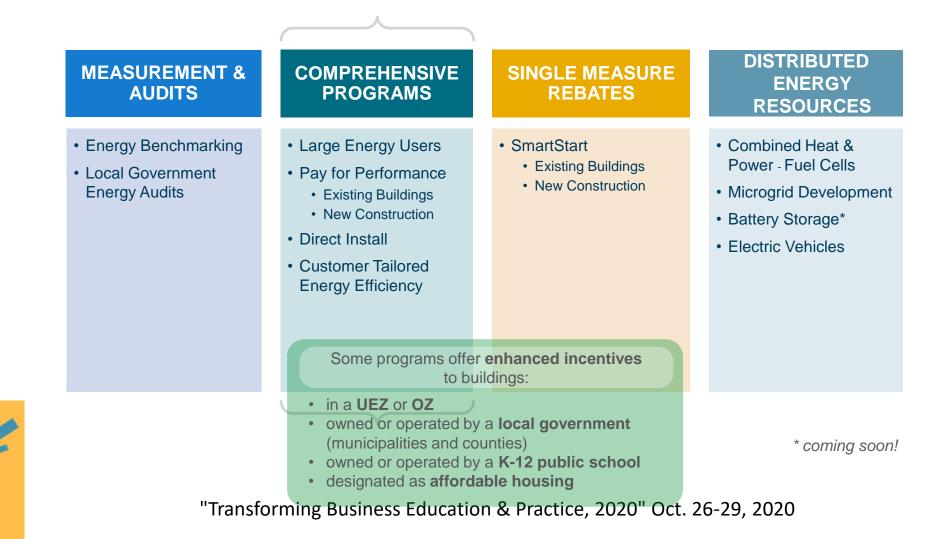
NJCleanEnergy.com/LGEA





C&I Portfolio of Programs

Eligible Sectors: Commercial, Industrial, Government, Schools, Non-Profit, Institutional and Multifamily

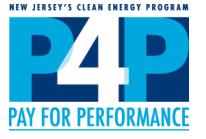


Pay for Performance

NJCleanEnergy.com/P4P

COMPREHENSIVE PROGRAMS

WHO Large C&I existing buildings or new construction seeking two or more energy efficiency measures with a minimum 15% savings



- SIZE TO
QUALIFYAnnual peak demand 200+ kW in the previous year for existing
buildings or over 50,000 square feet of planned new construction
- ABOUT A pre-approved Participating Partner will streamline the program and guide users through the program phases
- INCENTIVE• 50% of project cost (or 80% for eligible enhanced incentive*
projects) up to \$2M per project / \$4M per entity annually
 - Incentive payments #2 and #3 are increased for eligible enhanced incentive* projects

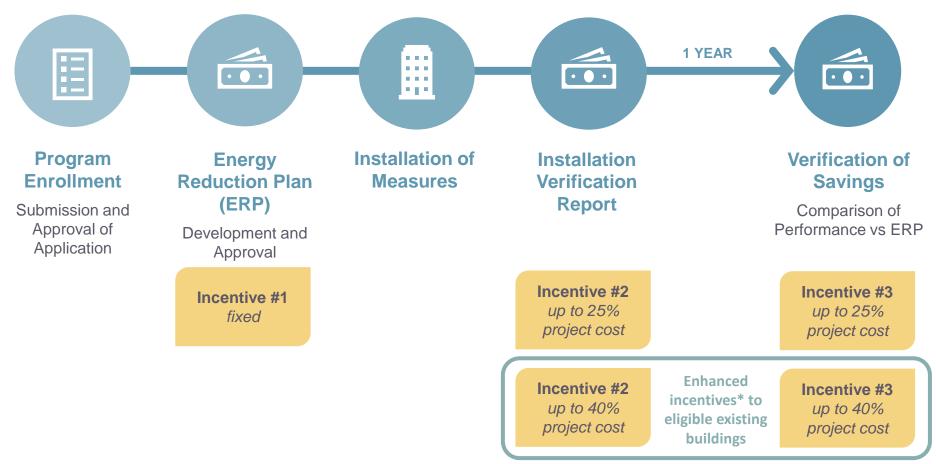
* Enhanced incentives are available to existing buildings in a UEZ/OZ, K-12 public school, local governments (municipalities and counties), or designated as affordable housing



Pay for Performance

NJCleanEnergy.com/P4P

COMPREHENSIVE PROGRAMS





* Enhanced incentives are available to existing buildings in a UEZ/OZ, K-12 public school, "Transforming Busingssnardurgtion; Suineschicen 20, D'doigt at 20a 2 avorabed housing

13

Direct Install NJCleanEnergy.com/DI

COMPREHENSIVE PROGRAMS

WHO Small to medium sized C&I existing facilities seeking to replace inefficient equipment

NEW JERSEY'S CLEAN ENERGY PROGR **DIRECT** Install

- SIZE TO Average annual peak demand <200 kW in the previous 12 months QUALIFY
- ABOUT • A pre-approved regional Participating Contractor will do a walkthrough evaluation and guide users through the program phases
 - Turn-key process with fast project turnaround time

INCENTIVE CAP

- \$125,000 incentive funding per project/building (\$250k for eligible enhanced incentive* projects), or
 - \$250,000 per entity (\$500K ESIP; \$4M for eligible enhanced incentive^{*} entities)

* Enhanced incentives are available to existing buildings in a UEZ/OZ, K-12 public schools, local governments (municipalities and counties), or designated as affordable housing





Facilities in Urban Enterprise Zones (UEZ), Opportunity Zones (OZ), local government (municipalities and counties), K-12 public school, or designated as affordable housing:

INCENTIVE FUNDING	CUSTOMER
Up to 80% of installed cost is paid directly to the contractor	20% of installed cost

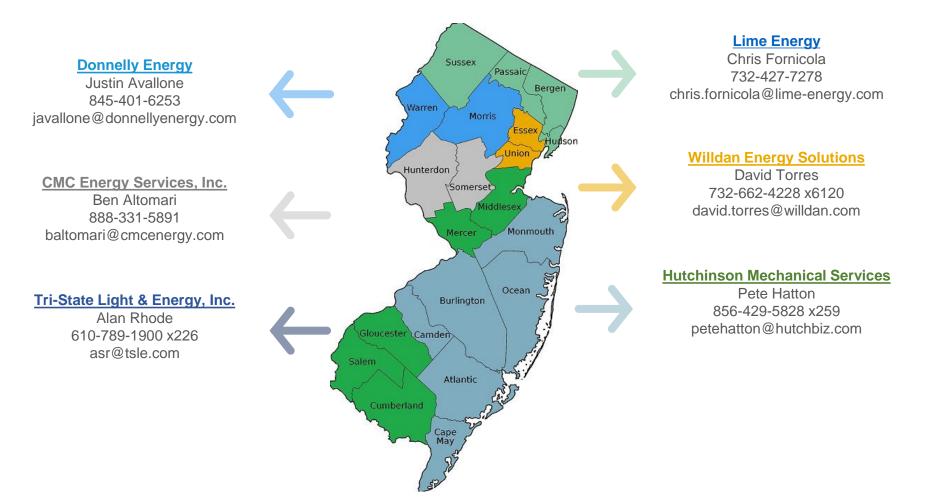
All other eligible facilities:

INCENTIVE FUNDING	CUSTOMER
Up to 70% of installed cost is paid directly to the contractor	30% of installed cost



Direct Install

COMPREHENSIVE PROGRAMS





16

CTEEP: Customer Tailored Energy Efficiency

COMPREHENSIVE PROGRAMS

WHO C&I customers seeking a streamlined/single application for participants submitting for multiple different technology types

SIZE TO N/A QUALIFY

- •On site assistance available
 - One application form for multiple prescriptive or custom measures

NJCleanEnergy.com/CTEEP

- Utilizes SmartStart Incentives
- Additional \$10,000 technical incentive available to offset soft costs associated with developing and planning custom projects

CAP

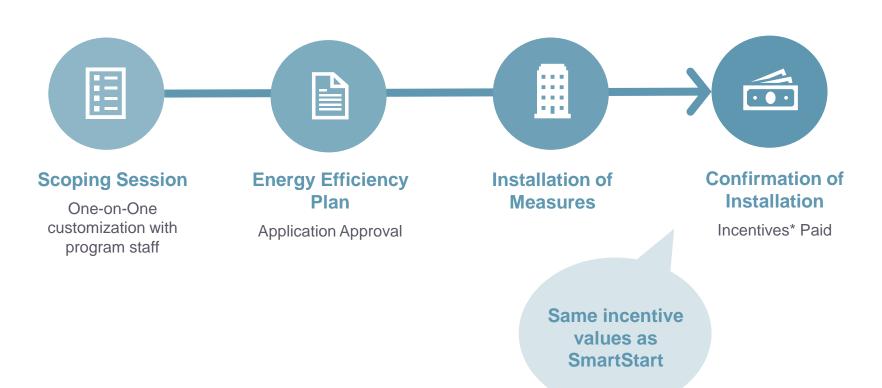
- **INCENTIVE** Up to \$500,000 for each electric or gas account
 - Same Prescriptive or Custom incentives as the SmartStart Buildings program



CTEEP: Customer Tailored Energy Efficiency

COMPREHENSIVE PROGRAMS

NJCleanEnergy.com/CTEEP



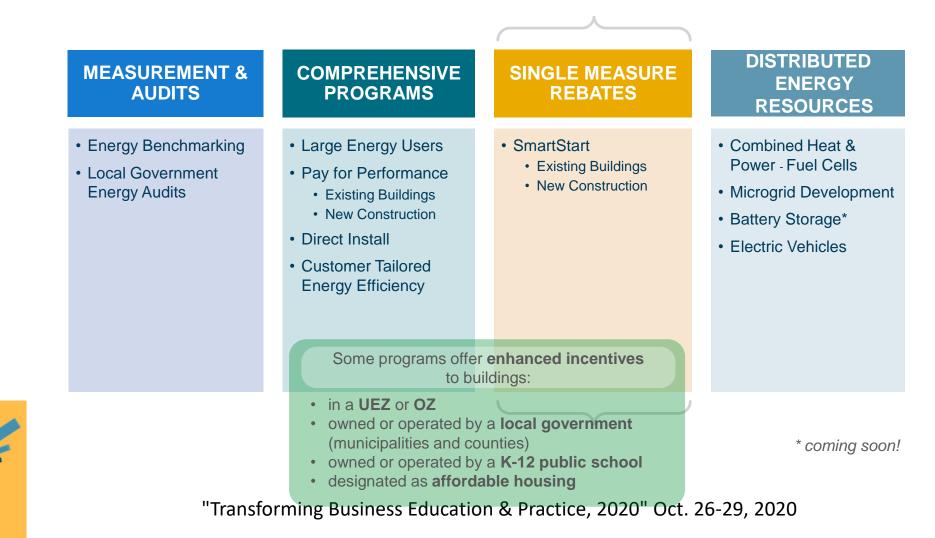


* Enhanced incentives are available to existing buildings in a UEZ/OZ, K-12 public school, "Transforming Business for a charactice in 20,20" dogt at 26a 2 store of the construction of the construction of

18

C&I Portfolio of Programs

Eligible Sectors: Commercial, Industrial, Government, Schools, Non-Profit, Institutional and Multifamily





SINGLE MEASURE REBATES

WHO All C&I: commercial, industrial, agricultural, government, non-profit institutional, and multifamily customers



SIZE TO N/A QUALIFY

- ABOUT Individual high efficiency equipment rebates for new construction, renovation, remodeling, equipment replacement
 - Prescriptive and custom designed measures
- **INCENTIVE** Prescriptive: \$500,000 for each electric or gas account
- CAP
- Custom, lesser of the following:
 - \$0.16/kWh and/or \$1.60/therm saved annually;
 - 50% of incremental installed cost; and
 - Buy-down to 1 year payback based on incremental cost and savings



SmartStart



PRESCRIPTIVE INCENTIVES

- Electric Chillers
- Gas Cooling
- Electric Unitary HVAC
- Ground Source Heat Pumps
- Gas Heating
- Variable Frequency Drives
- Gas Water Heating
- Lighting/Lighting Controls
- Refrigeration Doors
- Refrigeration Controls
- Food Service Equipment
- Refrigerator/Freezer Motors

Existing buildings only:

DOUBLE INCENTIVES for OZ/UEZ, local government (munis & counties), K-12 public school, or designated

as affordable housing





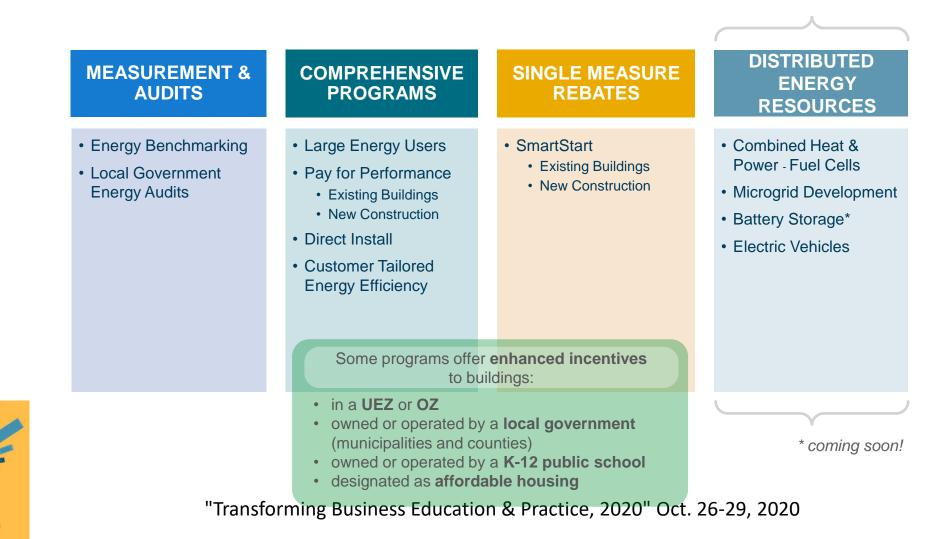
CUSTOM INCENTIVES

- New or innovative technologies proven to be cost-effective and not listed as prescriptive
- Must meet code for retrofit projects or exceed code for new construction
- Project pre and post inspection required

EREC Product of Responsible

C&I Portfolio of Programs

Eligible Sectors: Commercial, Industrial, Government, Schools, Non-Profit, Institutional and Multifamily



Combined Heat & Power - Fuel Cells

NJCleanEnergy.com/CHP

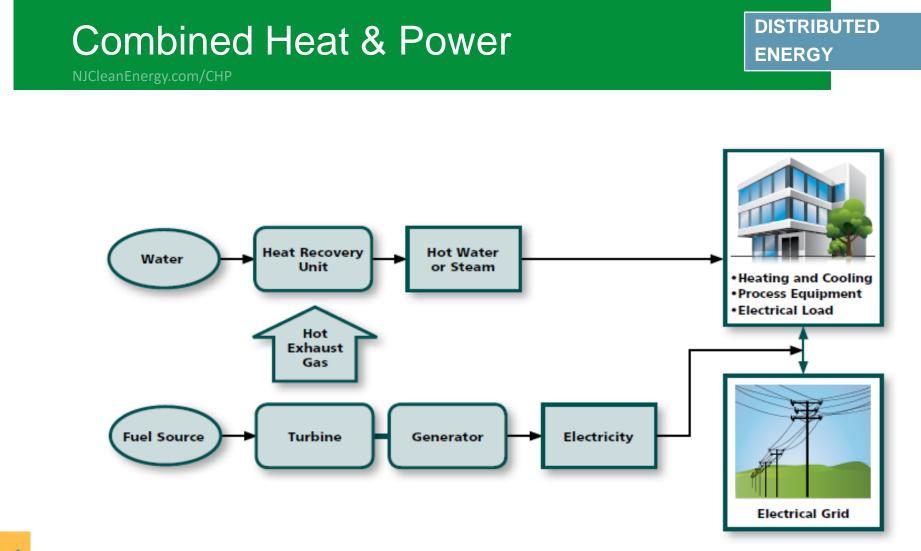
WHO C&I customers that require on-site electric generation that either does or does not utilize waste heat

DISTRIBUTED

- **SIZE TO** N/A Projects must pass a cost-effectiveness test and run 5,000
- **QUALIFY** full load equivalent hours per year (3,500 for critical facilities)
- **ABOUT** Combined Heat & Power (CHP) units generates electricity and recycle waste heat to provide heating or cooling
 - Resiliency with return on investment
 - Technology-neutral incentives
 - Fuel Cells (FC) with or without heat recovery (HR)

- •CHPs and FC with HR have a project cap of \$2M \$3M
- LEVELS
- 25% bonus for critical facilities with black-start/islanding capabilities
 - Up to 30% incentive bonus for CHP using biofuel
 - FC without HR have a project cap of \$1M



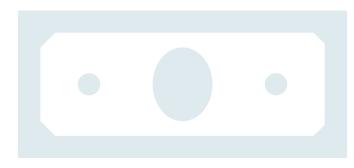




Financing for Government Agencies

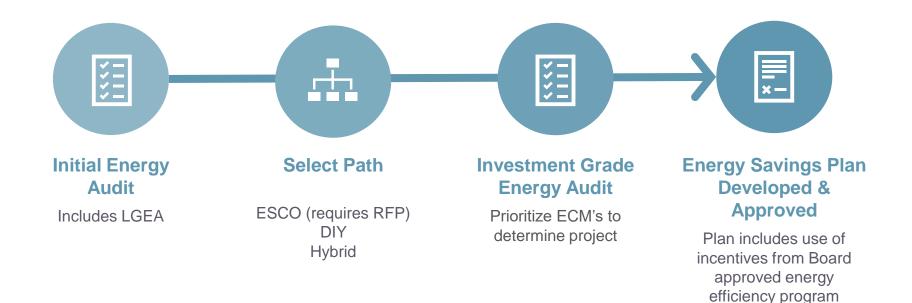
ENERGY SAVINGS IMPROVEMENT PROGRAM (ESIP)

- Provides alternative financing for energy savings projects at public institutions
- Administered directly by the NJBPU
- Project is paid for with the value of its own energy savings
- 15 or 20-year repayment term
- Board approved incentives/rebates are layered within an ESIP
- No upfront capital expenses
- Doesn't require voter approval





Financing Mechanism: ESIP





"Transforming Business Education & Practice, 2020" Oct. 26-29, 2020 2

26

Success Stories: Public Facilities



MONROE TOWNSHIP LIBRARY

- Program Local Government Energy Audit.
- Audit report
 - identify potential energy efficiency opportunities ٠
 - help prioritize specific measures for ٠ implementation
 - provide information about financial incentives that ٠ may be available.

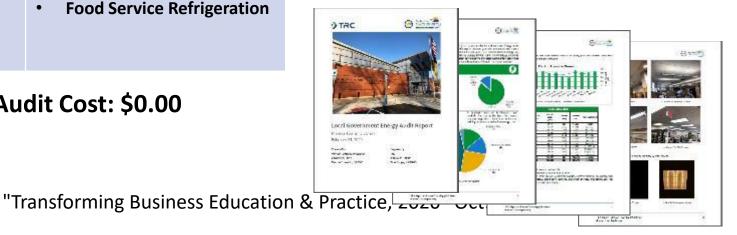
Suggested Measures

- Lighting Upgrades
- **Lighting Control** Measures
- **Unitary HVAC** ٠
- **Domestic Hot Water** ٠
- ٠ **Food Service Refrigeration**
- Motor Upgrades
- **VFD Measures**



Total Audit Cost: \$0.00





WESTFIELD BOE

• 12 Facilities Audited:

- Westfield High School
- Edison Intermediate School
- Roosevelt Intermediate School
- Franklin Elementary School
- Jefferson Elementary School
- Lincoln Elementary School
- McKinley Elementary School
- Tamaques Elementary School
- Washington Elementary School
- Wilson Elementary School
- Administration Building
- Kehler Stadium Field House
- Full ASHRAE level audit performed
 - Total Audit Cost: <u>\$0.00</u>



Taking the Next Step

One school in that district, Tamaques Elementary School, has already taken advantage of the information gained from the audit and has utilized the **Direct Install Program** to make upgrades to their school and have 70% of the total project costs covered.

Project Measures

Qualified LED lighting throughout the facility

(1) new split system HVAC unit (7.5T unit)

Programmable thermostat controls

Water conservation measures.

Costs and Savings

Total Project Costs:	\$56,771.22
Direct Install's 70% Incentive	\$39,739.85
Westfield BOE Contribution:	\$17,031.37
Estimated Annual Energy Savings:	\$9,267.01

This case study was from a previous fiscal year and may not represent

"Transforming Business Education & Praticitide, 2020 Stoct. 26-29, 2020



•

NEWARK PUBLIC SCHOOLS

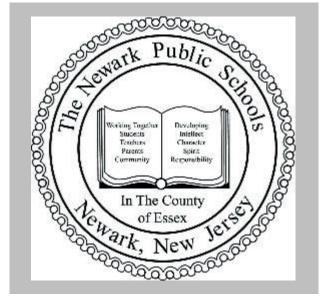
- Various Building Types
- LGEA
 Pay for Performance
 SmartStart Buildings
- Completed LGEA process for:
 - <u>41</u> buildings 2013 and 2014
 - <u>18</u> buildings 2018 and 2019

Projects developed

- Approx Incentives: \$500,000
- Annual Savings: 1,60

1,600 MWh 17,000 MMBTU's





HOWELL TOWNSHIP BOE

- 5 Facilities ESIP funding
 - Interior and Exterior LED Lighting upgrades
 - HVAC Systems
 - Programable Thermostats
- Total Project Cost: \$551,108
- Incentive: \$366,803
- Annual Savings: \$96,7661



This case study was from a previous fiscal year and may not represent current incentive levels or costs.



HOBOKEN CITY HALL

- Municipal Building
 - LED Lighting upgrades
 - HVAC Systems
 - Programable Thermostats
 - Low flow Aerators
- Total Project Cost: \$54,552
- Incentive: \$38,187
- Annual Savings: \$17,288
- Payback Period: < 1 year





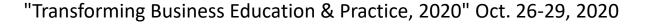
This case study was from a previous fiscal year and may not represent current incentive levels or costs.

HOBOKEN FIRE ENGINE COMPANY 3

- Fire Station
- LED Lighting upgrades
- HVAC Systems
- Programable Thermostats
- Total Project Cost: \$32,073
- Incentive: \$22,892
- Annual Savings: \$ 6,139
- Payback Period: 1.5 years







OCEAN COUNTY COLLEGE

- Education
- Lighting upgrades
 - Exterior LED Wall Packs
- Total Project Cost: \$7,710
- Incentive: \$6,000
- Annual Savings: \$6,844
- Project Payback: 3 months



34



This case study was from a previous fiscal year and may not represent current incentive levels or costs.

More Information

VISIT NJCleanEnergy.com

CONTACT (866) 657-6278

Outreach@NJCleanEnergy.com

NEWSLETTER

NJCleanEnergy.com/NEWSLETTER

LISTSERVS

NJCleanEnergy.com/LISTSERVS





