

## Sustainable Jersey Energy: What's New - Gold

Presiding: The Honorable Shing-Fu Hsueh, Mayor, West Windsor Township Randall Solomon, Co-Director, Sustainability Institute Melanie McDermott, Ph.D., Sustainability Institute Tony O'Donnell, Economist, Sustainability Institute Nancy Quirk, Program Coordinator, Sustainability Institute Ashley Miller, Program Manager, TRC

New Jersey League of Municipalities

November 17, 2016

## What's New -- Gold

- Opening Remarks by Mayor Shing-Fu Hsueh
- Introduction and Overview of Sustainable Jersey Gold
- Sustainable Jersey Gold Star in Energy
- Municipal Operations Actions
- Community Readiness and Engagement Actions
- Programs and Opportunities



## Sustainable Jersey Energy Goals

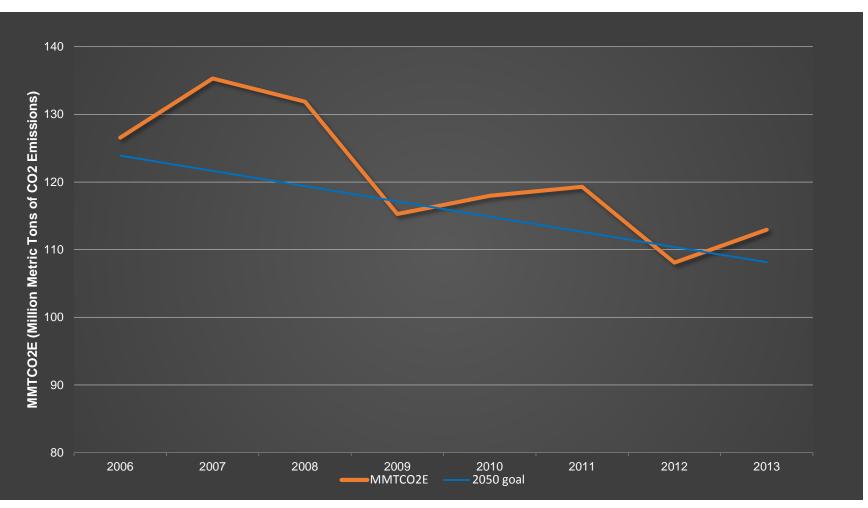
1. Decrease greenhouse gas emissions in time to avoid catastrophic climate impacts.

2. Increase the renewable energy fraction.

- 3. Increase resilience of energy system.
- 4. Increase affordability of energy.
- 5. Decrease risk to health from the energy system.



### New Jersey Performance: Energy 2006-2012





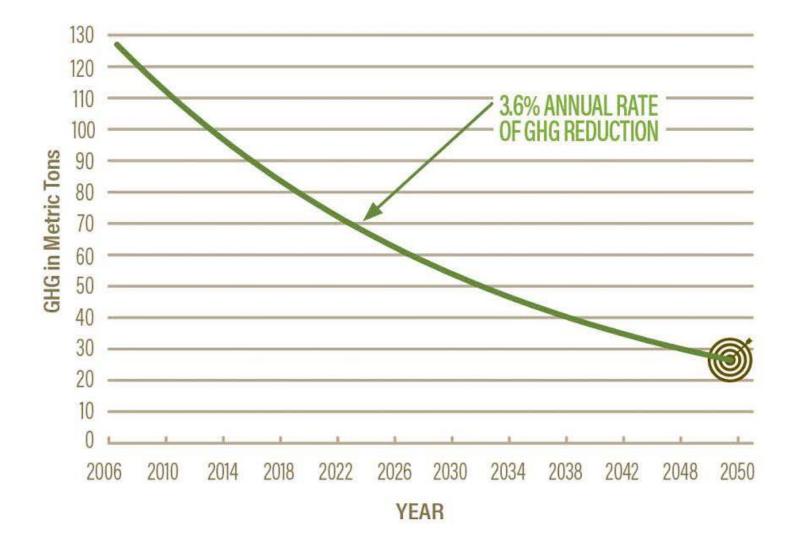
## The Gold Star in Energy

Two municipal roles, two municipal standards:

- **1. Municipal operations**: Buildings, exterior lighting, fleets, etc.
- 2. Influencing the community: Taking effective action to lower **community-wide** GHG



## STATEWIDE REDUCTIONS REQUIRED BY GLOBAL WARMING RESPONSE ACT



### Gold Star Standard: (1) Municipal Operations

 Lower GHG emissions from municipal operations and facilities 3.6% per year to qualify for Gold.

• Maintain 3.6% rate of reduction (3-year average) to remain Gold.

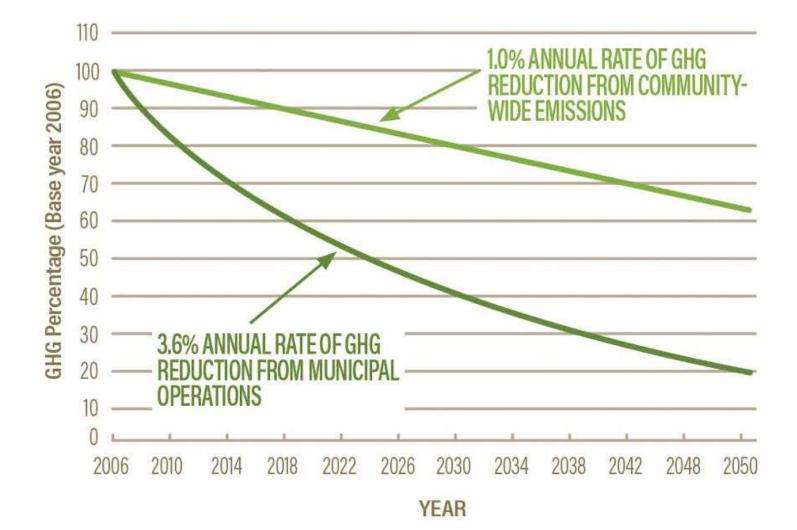


## Strategies for Getting to Gold

### **MUNICIPAL OPERATIONS: GHG REDUCTION STRATEGIES AND GOAL**

STRATEGIES AND ACTIONS TO ACHIEVE GOLD	TIME TO IMPLEMENT	IMPACT ON MUNICIPAL GHG
Renewable Energy Generation		4-38%
On-Site Solar System	1-2 years	1-35%
On-Site Wind System	3-5 years	<1%
Geothermal System	2-3 years	3%
Greening the Municipal Fleet		15-18%
Purchase Alternative Fuel or Efficient Vehicles	3-7 years	4%
Convert Vehicles to Alternative Fuel	1 year	2%
Trip Optimization Software	1 Year	3-6%
Proper Vehicle Maintenance	1 Year	6%
Driver Training	1 year	3%
Buildings and Street Lighting Efficiency		12-19%
Implement Energy Efficiency Measures	2-4 years	10-17%
Energy Tracking & Management	1 year	2%
Estimated Impact from Reduction Strategies		31-75%

## REDUCTIONS REQUIRED FOR Gold Star in Energy



## Strategies for Getting to Gold

### COMMUNITY-WIDE GHG EMISSIONS: REDUCTION STRATEGIES AND GOAL

STRATEGIES AND ACTIONS TO ACHIEVE GOLD	TIME TO IMPLEMENT	IMPACT ON MUNICIPAL GHG
Renewable Energy Generation		6-11%
Community Purchase of Green Energy (Aggregation)	1-2 years	4-7%
Community-led Solar Initiatives	1-2 years	2-4%
Mobile Sources (vehicles)		10-18%
Public Alternative Fuel Vehicle (AFV) Refueling Station	1 year	5-10%
AFV Infrastructure Permitting and Zoning	1-2 years	
Development Patterns/Intensity	5-10 years	- 5-8%
Promoting Walking and Bicycling	2-10 years	
Building Energy Efficiency		3-4%
Commercial Sector Outreach (Direct Install)	1-2 years	≈1%
Outreach to Residents (Home Performance w/Energy Star)	1-2 years	≈1%
Tree Canopy (Shading Effect)	1-10 years	1-2%
Estimated Impact from Reduction Strategies		19-33%

### Gold Star Standard: (2) Influencing community

(2) Lower community-wide GHG by taking 6 SJ actions:

- Make Your Town Electric Vehicle Friendly
- Public Electric Vehicle Charging Infrastructure
- Make Your Town Solar Friendly
- Community Led Solar Initiatives
- Residential Energy Efficiency
- Commercial Energy Efficiency
- After 6 years, SJ to determine if community met 1% annual reduction by tracking GHG emissions over time (adjusting for weather & carbon intensity of electric grid).



### **Municipal** Operations Actions

- Energy Efficiency for Municipal Buildings (NEW)
- Greening the Municipal Fleet
  - > Purchase Alternative Fuel or Efficient Vehicles
  - Vehicle Conversions
  - Driver Training
- Renewable Energy Options
  - On-Site Solar
  - ➢ Geothermal
  - ≻ On-Site Wind



## Energy Efficiency for Municipal Buildings (NEW)

- Purpose: combine audit & implementation actions to streamline and simplify process for Green teams
- <u>Sliding scale: 5 to 50 points</u>
- Seven different point levels available
  - First four tiers award points (5-20) for either audits or upgrades but do not require that the Green team to provide an Energy Use Intensity (EUI) calculation
  - Highest three tiers award points (30-50) based on improvements in municipal building portfolio that are documented with an Energy Use Intensity score improvement



### **Greening the Municipal Fleet**

Three current SJ actions directly affect ability to reach the new municipal Gold standard

- Purchase Alternative Fuel or Efficient Vehicles
- Vehicle Conversions
- Driver Training

In addition to the current SJ actions, we identified two other actions that can significantly contribute to fleet carbon emission reductions

- Trip Optimization Software
- Proper Vehicle Maintenance



Three current SJ actions directly affect ability to reach the new municipal Gold standard

- On-Site Solar the wide range on this estimate is due to the site specific conditions that exist across the state. For those municipalities unable to physically erect a system, options for the purchase of cleaner energy do exist
- Geothermal Energy system
- On-Site Wind



### **Community Readiness and Engagement Actions**

- Residential Energy Efficiency
- Commercial Energy Efficiency
- Make Your Town Electric Vehicle Friendly
- Public Electric Vehicle Charging Infrastructure
- Make Your Town Solar Friendly
- Community Led Solar Initiatives



## **Renewable Government Energy Aggregation**

- Purpose: Utilize NJ Community Energy Aggregation Law to spur adoption of cleaner energy
- <u>Sliding Scale: 5 to 50 points</u>
- Four different point levels available
  - Point levels recognize the level of impact that adopting various amounts of clean energy above the Renewable Portfolio Standard will have on community wide emissions
  - Automatic opt-in feature of the law that was implemented about 5 years ago makes this the potentially most powerful tool for a community to reduce their carbon emission profile.



## Residential Energy Efficiency Upgrades (NEW)

- Purpose: Combines the two current Home Performance with Energy Star actions into one action.
- <u>Sliding Scale: 10 to 20 points</u>
- Two different point levels available
  - Research shows a 7-fold increase in community participation for those Green teams that approved a municipally-sanctioned auditor through a competitive RFP process
  - Outreach without going through the RFP process has also show to be effective
  - Ad-hoc committee is looking to adopt improvements to the action that will focus on completions and will expand the number of contractors to be approved through RFP process



## Commercial Energy Efficiency Upgrades (NEW)

- Purpose: Combines the two current Direct Install outreach actions into one action.
- <u>Sliding Scale: 10 to 20 points</u>
- Two different point levels available
  - A base of 10 points is awarded for implementing the outreach program in conjunction with municipal officials and DI contractor support as described in the action
  - An additional 10 points is earned by achieving a target goal of 5% of commercial properties to participate in the DI program
  - The Gold star standard for this action will be based on a DI program participation rate that represents performance in the top 10% of New Jersey municipalities (still ding research that will result in a firm number).



## Make Your Town Electric Vehicle Friendly Action

- Purpose: facilitate adoption of EV by consumers
- <u>15 points</u>
- Required activities
  - Zoning ordinance addressing EV charging stations as accessory use
  - Update parking policies to encourage EV charging station installations
  - Training for local officials
- Outreach activities (must do TWO)
  - Incentive for pre-wiring for EV charging station
  - Awareness event
  - Commitment from 3 local partners for workplace chargers
  - Commitment from 3 local partners for multi-family chargers

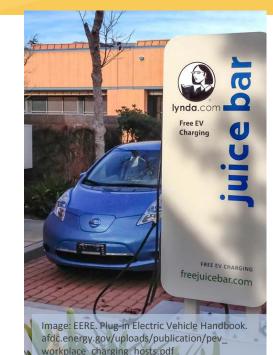




## Make Your Town EV Friendly: Options

- Workplace Chargers
  - THREE local partners install workplace charging stations
  - Potentially doubles daily driving range for employees
  - Potentially earn LEED points for the building
  - Employee recruitment and retention; public image
- Multi-Family Home Chargers
  - THREE local multi-family dwelling units
  - Overnight residential charging stations
  - Most apartment dwellers don't purchase EVs
- Awareness Event
  - National Drive ELECTRIC Week







## **Public EV Charging Infrastructure Action**

- Publicly available EV Charging Station
  - <u>15 points</u>
  - Different from workplace or home based charging
  - Helps address 'range anxiety'
- Mandatory:
  - Municipality instrumental in the project
  - <u>Publicly</u> available
- Charging station may be:
  - Located on private property
  - Owned and operated by a local nonprofit



## **Public EV Charging Infrastructure**

- Public EV Charging Infrastructure
  - Flexible on where charger installed
  - Flexible on how charger is financed
  - Identifying best location is critical
  - Including on "public directory" is key requirement
  - Signage/Promotion of Charging Stations

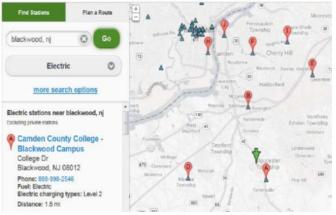


# City of Elizabeth, NJ Christian Bollwage Garage

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#### Find alternative fueling stations near an address or ZIP code or along a route in the United States. Enter a state to see a station count.

Alternative Fueling Station Locator



## Make Your Town Solar Friendly Action

### Supportive Solar Zoning Ordinance

- <u>15 points</u>
- Adopt Solar Zoning Ordinance
  - Purpose
    - Protect public health, safety, welfare
    - Reduce reliance on fossil fuels
  - Definitions
    - Rooftop, ground-mounted
    - Accessory use in all districts
  - Considerations
    - Historic districts
    - Tree commissions



### Streamlined Permitting

- <u>15 points</u>
- Post requirements online
- Train permitting, codes, and inspection staff
- PLUS one additional option:
  - Expedited permitting
  - Reasonable permitting fees
  - Offer narrow inspection timeframe
  - Eliminate zoning review

## **Community Led Solar Initiatives Action**

### **Group Purchasing Program**

- <u>10 points</u>
- Group purchasing models
  - Sustainable Jersey Solar Challenge
  - Solarize campaign
  - Solarize campaign for businesses
  - Employer-based group purchase (employee benefits model)
- Performance based criteria
  - % of residents participating
  - % of businesses participating
  - % of employees participating
  - Overall kW installed per capita

### Activities and Incentives

- <u>5 points</u>
- Awareness building and outreach
  - local HOAs
  - financial institutions
  - Chamber of Commerce
  - realtors
- Incentives
  - 'Solar ready' checklist for builders
  - Solar access ordinance
  - Waive permitting fees
  - Utilize local workforce trainees
- Action/activity based criteria
  - Document outreach efforts
  - Level / types of incentives

### **Programs and Opportunities**

- Sustainable Jersey Solar Challenge
- New Jersey Clean Energy Program Incentives



### Sustainable Jersey Solar Challenge

- Community Based Outreach and Marketing Campaign
  - Galloway, Highland Park, Hoboken, Hopewell, Maplewood, Verona, Woodbridge
- EnergySage Online Solar Marketplace
  - User-friendly interface
    - Direct quotes from installers
    - Financing options and information
    - Solar 101 information for homeowners and businesses
- Friendly Competition
  - Sustainable Jersey Certification points
  - Award to municipality with highest adoption of solar

### Explore your solar options today!

Highland Park and EnergySage have partnered to help you go solar and save more money!



### How the EnergySage Marketplace Works





### Sustainable Jersey Solar Challenge

- Benefits of participating in the Solar Challenge:
  - Simple, cost-effective method to promote solar
  - Lowers cost and complexity for consumers
- Participating communities can:
  - Reduce their community carbon footprint
  - Become recognized leaders in local solar installations
  - Help residents save on utility bills
  - Make progress toward GOLD!





Green Team members will be there to answer any questions about the program you have. If you want help signing up, bring your electric bill. Visit www.maplewoodsolar.org to learn more about the project.



### For Further Information

- Visit Sustainable Jersey booths #101 and #103
- Visit the New Jersey Clean Energy Program booths
  - BPU booth # 1429
  - NJCEP booth # 1427





## New Jersey's Clean Energy Program

Opportunities for Commercial, Industrial and Institutional Buildings

Sustainable Jersey Energy – What's New – Gold?

Ashley Miller

November 17, 2016



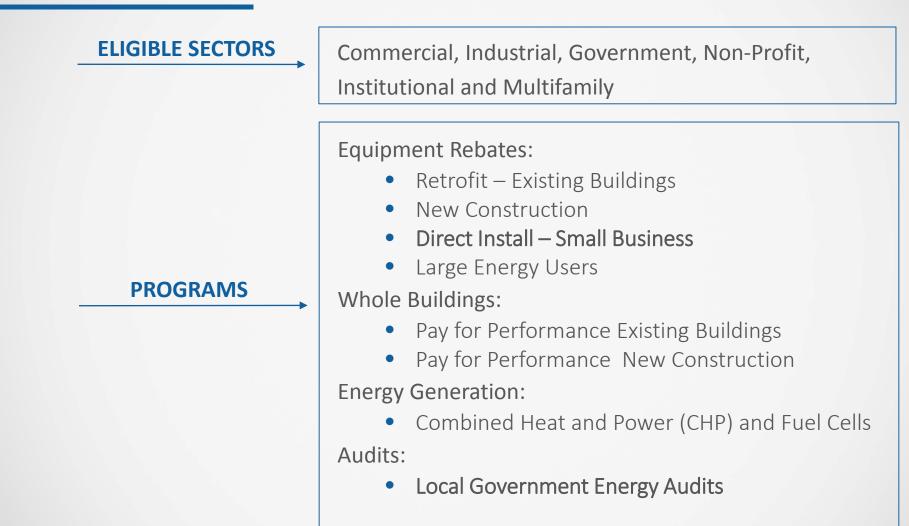
## NJCEP BACKGROUND



- Administered by the New Jersey Board of Public Utilities
- Funded from "Societal Benefits Charge" on most utility bills
- Program Goals:
  - Save energy and lower operating costs
  - Protect environment and lower GHG emissions
  - Change the business mindset

## **PROGRAM PORTFOLIO**





## LOCAL GOVERNMENT ENERGY AUDIT (LGEA)

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## LGEA: OVERVIEW



- Local governments & schools
- County colleges
- NJ State Colleges or State Universities
- 501(c)(3) Non-profit organizations
- State Contracting Agencies & Public Agencies

INCENTIVE

**AVAILABLE TO** 

**100% of the audit cost**, subject to an annual incentive cap of \$100,000 per entity, per fiscal year. Exceptions possible (up to \$300,000).

## LGEA: HOW IT WORKS



- Complete application (includes utility bills)
- Schedule your audit
- Choose among list of recommended, cost-effective energy efficiency upgrades
- Apply for additional incentives from New Jersey's Clean Energy Program



Revised program launched in March 2016:

- No RFP process for audit firm selection, single audit firm
- Ability to re-apply after 3 years
  - Measured from audit report approval date
- Consistency of audit report format/content
- Follow up re: NJCEP incentive programs and implementation of recommended measures

### DIRECT INSTALL

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# **DIRECT INSTALL: OVERVIEW**



- A turn-key retrofit program to replace outdated and inefficient equipment
- Lighting, HVAC, Refrigeration
- Open to Small to Mid-Sized Commercial and Industrial facilities with a peak electric demand ≤ 200 kW
- Provides incentives of up to 70% of the installed cost
- Incentives are paid directly to the contractor
  - Customer only pays remaining 30% of installed cost
  - \$125,000 project cap
  - \$250,000 per entity cap



# **DIRECT INSTALL: BENEFITS**



- Contractors assigned territories by County
- *Minimal cost*: Low upfront cost with generous incentives
- *Fast turnaround time*: Average length of time for job completion, 4-6 months
- Ongoing savings: Projects provide energy savings year after year
- Funding available from State Energy Program (SEP) for *municipal electric, oil and propane* customers.



## **DIRECT INSTALL: BENEFITS**



#### New Feature of Program as of September, 2016:

- Customer can use their own contractor (provided they meet program requirements).
- See program web site for details and list of pre-selected contractors and territories.

NJCleanEnergy.com/DI



#### **Energy Savings Improvement Program (ESIP)**

- Program administered by BPU Staff directly
- Provides alternative financing options for energy savings projects
- Leverage value of energy savings to pay for cost of EE projects over a 15 year contract (in most cases)
- Requires an audit as 1<sup>st</sup> step (LGEA satisfies requirement)

**Note:** Not an NJCEP incentive program but visit NJCleanEnergy.com/ESIP for details

#### HOMEOWNER INCENTIVE PROGRAM





#### **Homeowner Incentives**

- Home Performance with ENERGY STAR<sup>®</sup>
  - Provides home energy assessments and comprehensive energy efficient upgrades
  - Incentives up to \$5,000
  - 0% interest loan up to \$10,000

# Kimberly Hoff Market Outreach Manager Direct 732-218-3410 • Main 732-218-3400



## **Homeowner Incentives**



- ENERGY Efficient Products Program
  - Rebates between \$50-\$300 when purchasing ENERGY STAR<sup>®</sup> certified refrigerators, washers and dryers
  - Discounted efficient lighting at participating retailers
  - Old, working refrigerators or freezers picked up free of charge, plus \$50 rebate
- HVAC programs offer incentives up to \$1,500 for heating and cooling equipment upgraded to highly efficient systems

# SUSTAINABLE JERSEY GOLD STANDARD - ENERGY



- Achieving a Gold Star in Energy by reducing Greenhouse Gas Emissions via:
  - Municipal Operations (reduce 3.6% per year)
  - Influencing the Community (reduce 1% per year)
- Recognizing the need for energy efficiency measures and implementing them is key to achieving a Gold Star.

#### **Municipal Operations**



- Progress is measured from a baseline year and may go as far back as 2006.
- Strategies for achieving the annual reduction can be accomplished by 1) tracking energy use and 2) implementing energy efficiency measures
- Incentives/funding options available via:
  - a) Direct Install
  - b) SmartStart Buildings (see NJCleanEnergy.com/SSB)
  - c) Energy Savings Improvement Program (ESIP)
  - d) Visit NJCEP website for additional incentive programs and offerings

Influencing the Community



- Strategies for reaching 1% annual reduction may be accomplished by implementing four (4) <u>existing</u> Sustainable Jersey energy actions.
- Assistance towards this goal can be achieved via:
  - a) Outreach to local businesses: Direct Install
  - b) Outreach to residents: Home Performance with ENERGY STAR®

## **Township of West Windsor**



- 2011 & 2012 Installed energy efficiency measures in 4 facilities (Direct Install)
- 2013 Completed LGEA for 9 facilities
- **2015** Installed energy efficiency measures in 3 of 4 facilities previously upgraded (Direct Install)
- October 2016 Eligible for re-enrollment in LGEA, if applicable.



# <u>Visit Us at</u> Booth 1427 & 1429



#### FOR MORE INFORMATION

<u>Visit</u> NJCleanEnergy.com <u>Call</u> (866) NJSMART <u>Stay Informed</u> NJCleanEnergy.com/Newsletter

To join the Energy Efficiency listserv

contact the NJCEP Webmaster.

#### **Sustainable Jersey Supporters**



NJCleanEnergy.com