

## Energy Efficiency Committee Meeting July 19, 2018



# FY19 Program Changes

NJCleanEnergy.com

#### NJ SMARTSTART BUILDINGS



- Expand eligibility to include LED screw-in bulbs replacing CFL screw-in bulbs
- Reduce incentives for LED Energy Star qualified screw-in lamps from \$3 to \$1 per lamp
- Eliminate prescriptive incentives for new fluorescent lighting technology
- Provide new/revised incentive for the following Design Lighting Consortium<sup>®</sup> qualified categories:
  - o (New) Retrofit Kit for LED Linear Ambient Luminaires
    - Up to \$15 per 2' and 4' fixture
    - Up to \$25 per 8' fixture
  - o (New) LED Linear Lamps (LED Tubes)
    - Up to \$5 per 3' linear lamp
    - Up to \$10 per 8' linear lamp
  - o (Revised) LED Linear Lamps (LED Tubes)
    - Reduce incentive for 2' linear lamps from \$5 to \$3
- Delete incentive for dual enthalpy economizers





- Change maximum 200 kW annual peak demand to annual average
- Increase TRC ratio to 1.25%, and
- Offer sliding scale incentive option which will allow more measures, more energy savings but at a lower overall cost.

Recommendations made with input from stakeholders regarding prevailing wage, marketing and other factors





- Change minimum kW eligibility logic to align with Direct Install changes
- Revise eligibility waivers for facilities under 200kW
- Expand Level 1 audit offering to small facilities/customers below 200kW

### **PAY FOR PERFORMANCE N/C**



- Revise energy savings calculation for gut rehab projects
- Open MFHR path to all stories if project pursuing ENERGY STAR<sup>®</sup>. P4P NC opened to all stories as alternative (interim change in Multifamily Program Planning based on stakeholder input to date).

## **CHP/STORAGE**



#### **Combined Heat & Power**

- Match minimum system efficiency to revised protocols (65%LHV to 60%HHV)
- Reward resiliency through blackstart/islanding for critical facilities with 10% incentive bonus
- Provide flexibility on 10 year warranty for public entities
- Offer technical assistance (via Part-2 launch of programs)

#### **Renewable Electric Storage**

- Initiate stakeholder process for new design
- Plan to integrate with Governor's goal for storage

## **RESIDENTIAL NEW CONSTR.**



- Revise incentives in response to changing market conditions and to conform to a recently updated ENERGY STAR Multifamily Decision Tree. The NJ Multifamily decision tree was also updated to eliminate floor restrictions.
- Eliminate the ERI Pathway because it no longer provides incremental energy savings.
- Revise the Program's administrative processes to better align with participants' construction schedules and to be generally more efficient.



### **RESIDENTIAL NEW CONSTR.**



FY19<sup>[1]</sup> Financial Incentives per Unit for ENERGY STAR Certified Homes, Zero Energy Ready Home, and Zero Energy Home + RE

|             | Single Home             | Multi-Single<br>(Townhouse) | Multifamily           | MFHR        |
|-------------|-------------------------|-----------------------------|-----------------------|-------------|
| ENERGY STAR | \$1,000 +               | \$500 +                     | \$500 +               | \$500 +     |
|             | \$30/ MMBtu             | \$30/ MMBtu                 | \$30/ MMBtu           | \$30/ MMBtu |
| ZERH        | \$4,000 +               | \$2,500 +                   | \$1,500 +             | N/A         |
|             | \$30/ MMBtu             | \$30/ MMBtu                 | \$30/ MMBtu           |             |
| ZERH + PV   | \$4,000 +               | \$2,500 +                   | \$1,500 +             | N/A         |
|             | \$30/MMBtu<br>+ \$2,000 | \$30/MMBtu<br>+ \$1,500     | \$30/MMBtu +<br>\$750 |             |

<sup>[1]</sup> For the avoidance of doubt, these incentives apply to all projects Registered on or after August 1, 2018.

Changes effective August 1, 2018

## **ENERGY EFFICIENT PRODUCTS**



- Appliance Rebates
  - Program continues with new customer portal
- Appliance Recycling
  - Program improvements including new scheduling feature
- Retail Lighting
  - To re-launch later this FY
  - RFP to be released soon





- Program description and incentive structure delivered to BPU for review and approval in July
- Stakeholder input on incentives targeted for September
- Other related activities:
  - NJ Multifamily Baseline study
  - EPA ENERGY STAR Multifamily New Construction Redesign

## **OUTREACH**



- Exceeded annual targets of the number of applications received attributed to outreach efforts
- 475 HVAC applications were submitted and can be directly attributed to Outreach
- New contractors indicate an interest in co-op advertising; 13 ads submitted this month
- A total of 76 C&I applications attributed to Outreach were submitted which is the highest month in FY18



## **Comments or Questions?**