New York State Energy Research & Development Authority Energy Efficiency Incentive Programs

ASHRAE Bi-state Chapter – November Meeting

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- NYSERDA Structure & Mission
- Incentive Development

# Energy Efficiency Incentives



### **NYSERDA** Corporate Structure

- Public Benefit Corporation
- Established by the New York State Legislature in 1975
- Approximate annual budget:\$700 million



- ~350 Staff

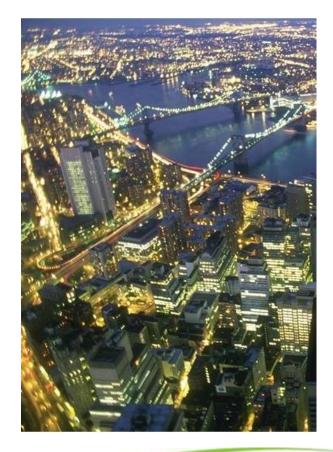
<u>Funding Sources:</u> utility ratepayer surcharges (60%), proceeds from GHG auction (8%), state funds (6%), federal grants (20%), interest earnings and other (6%)

### Incentives for end-use EE

#### NYSERDA' s EE Funding: RATEPAYERS!

- System Benefit Charge (SBC)
- Energy Efficiency/Renewable Portfolio Standard (EEPS/RPS)

Programs change regularly – stay tuned for new NYSERDA and <u>utility</u> (ConED) opportunities.





#### Mission

Advance innovative energy solutions in ways that improve New York's economy and environment.

#### **State Policy Statements**

"By 2015, New York will meet 45 percent of its electricity needs through improved energy efficiency and clean renewable energy. We call this our '45 by 15' program."

"Increasing the State's capacity for innovation will be a crucial factor in future economic growth." "It shall be the goal of the State of New York to reduce current greenhouse gas emissions from all sources within the State 80 % below levels emitted in the year 1990 by the year 2050."

#### **Mission Goals / Outcomes**

Efficient Use of Energy NYSERDA provides energy solutions that reduce the energy consumption and increase the energy efficiency of New York's residents and businesses. Renewable & Diverse Energy Supplies NYSERDA diversifies New York's portfolio of energy resources by growing renewable and distributed generation resources and reducing petroleum use.

Clean Energy Economy NYSERDA catalyzes economic growth by supporting technology and business innovation and by developing a skilled clean energy workforce. A Cleaner Environment NYSERDA reduces the environmental impact of energy production and use.

### **Incentive Development**

- Stakeholder Demand
  - Building Owners/Managers
  - Consultants
  - Mid-stream vendors
  - Building Operators
- Geographic Need
- Technology Adoption
- Avoided Generation/Grid Infrastructure Investment

- Measurable & Verifiable
- Measure Life
- Persistence
- Incremental Cost
- MWh/therm Reduction Potential





## **Commercial & Industrial Programs**

### **Existing Buildings**

- FlexTech Program
- Existing Facilities Program

### **New Buildings**

 New Construction Program

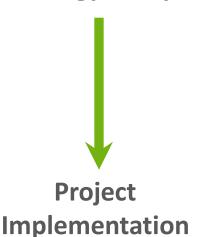




## **Commercial & Industrial Programs**

### **Existing Buildings Programs Structure**

Project Identification/ Energy Study



#### Phase 1: Energy Studies

Identifying energy & cost saving opportunities
 – FlexTech Program (& FT Energy Audit)

#### Phase 2: Implementation Incentives

Installation/retrofit/replacement projects
 – Existing Facilities Program



### FlexTech

50% cost share with NYSERDA consultant or customer's consultant Up to \$1,000,000/project

- Commissioning / Retro-commissioning
- Energy audits / feasibility studies
- Long term energy management

Cx new systems & equipment

Central plant feasibility studies: chillers, boilers, CHP...

Energy advisor consulting, master plans, procurement



## Existing Facilities Program (EFP)

- Incremental cost coverage through rebates & performance-based incentives
  - High efficiency motors, lighting, controls, chillers, boilers
- 'Traditional' EE performance investments: incentives @ \$0.16/kWh (Con Edison territory)

NYSERDA is also interested in Demand Response (\$200/kW), Thermal Storage (\$600/kW), MBCx (\$0.05/kWh)



## **Existing Facilities Program**

### **Prequalified Incentives**

#### <u>An example:</u>

Lighting Systems					
Measure Description and Eligibility Criteria	Measure Code	Eligible Installations	Count	Unit Incentive	Total Incentive
<ul> <li>Energy Star Exit Signs</li> <li>Eligible units shall be ENERGY STAR registered exit signs</li> <li>Entire sign must be new, replacing an existing sign</li> <li>Exit sign retrofit kits are not eligible</li> <li>New construction projects are not eligible</li> </ul>	ES-1	New ENERGY STAR LED Exit Sign		<b>Replacement</b> \$10 per sign	

- Applicants receive \$/unit rebates: \$30,000 max.
- Easy process Install then apply within 90 days
- Some pre-qualified Incentives categories: Lighting, HVAC, Motors, Refrigeration & Freezers, VFDs, Gas Efficiency\*, Commercial Kitchen Equipment...etc.



\*Gas incentives closed till refunded

## **Existing Facilities Program**

### **Performance Incentives**

- \$\$\$: Up to \$2 million per project (\$5 mil. for industrial)
  - Incentive is paid on the energy savings over 1 year
  - <u>Caps</u>: 1yr. payback & 50% project cost (75% w/ demand response)
- TCs: NYSERDA tools and technical consultants assist project w/ development of engineering analysis report
  - NYSERDA TC helps coordinate <u>pre</u> and post implementation site visits
- M&V: Large projects (greater than 500,000 kWh) may require measurement & verification – M&V is tailored to project needs and timeline
- **Bonuses** for super efficient and innovative equipment

http://existingfacilities.nyserda.org



### **EFP** Performance Incentives

Program Component	Incentive (ConED)	Upstate
Electric Efficiency	\$0.16 / kWh	\$0.12 / kWh
Gas Efficiency*	\$20/MMBtu	\$15/MMBtu
Demand Response (NYISO &/or Con Edison)	\$200 / kW	\$100 / kW
Monitoring-Based CxA	\$0.05 / kWh	\$0.05 / kWh
Energy / Thermal Storage	\$600 / kW	\$300 / kW
Industrial and Process Eff.	\$0.16 / kWh	\$0.12 / kWh
Combined Heat and Power	\$0.10 / kWh + \$750 / kW	\$0.10 / kWh + \$600 / kW

#### \$ 2 million facility cap, \$5 million for IPE

\*Gas incentives close til refunded



## New Construction Program (NCP)

**Objective:** Transform the way buildings are designed and built

- Technical Assistance
- Green Building Services
- "Bonus" Incentives for LEED
- Capital Cost Incentives



### **New Construction Program**

### NCP Technical Assistance

#### **Energy Analysis**

- <u>For greatest benefit</u> submit an application before the schematic design phase is complete, select a TA
- EA conducted by a Technical Assistance (TA) provider
- Identifies energy saving opportunities
- <u>3 approaches</u>: whole building model, custom measure, prequalified

#### **NYSERDA Cost-shares TA services**

- NYSERDA pays first \$5,000
- Balance is shared 50/50
- Capped at \$75,000



### **New Construction Program**

### NCP - Green Building Services & LEED

### **Green Building Services**

- TA helps identify green building opportunities
- For projects pursuing LEED, NYSERDA cost shares up to \$25,000 max or an amount equal to TA services.

### LEED "Bonus" Incentives

- \$5,000 for projects < 50,000 sq ft
- \$10,000 for projects > 50,000 sq ft
- Capital cost incentive increased by 10% for projects with at least 3 EAc1 points (capped at \$50,000)



### **New Construction Program**

### NCP Capital Cost Incentives\*

#### - Prequalified

#### - Custom Measure

- \$0.10 per kWh saved + \$1.03/therm gas (WB is also eligible)
  - \$275 per summer peak kW saved
- Each measure must exceed Energy Code by at least 3%
- Capped at \$1,000,000

#### Whole Building Design (\*LEED)

- 3%-9% above Code \$0.11/kWh; \$300/kW (summer peak)
- 9.1%-16% above Code \$0.12/kWh; \$310/kW (summer peak)
- 16.1%-23% above Code \$0.13/kWh; \$320/kW (summer peak)
- 23.1%-30% above Code \$0.14/kWh; \$330/kW (summer peak)
  - 30.1% above Code \$0.16/kWh; \$350/kW (summer peak)
- Capped at 60% of incremental cost (75% cap for LEED)
- Maximum cap \$1,500,000 (can be higher based on bonuses)



\*ConEd Territory incentive levels

### Info on Other Programs



www.nyserda.ny.gov



## Apply Online w/ the NYS CFA

DE		NYS	NYS Consolidated Funding Application	
FOR	Home H	elp Print		
BUSIN				
WELCOM	E			
NYS Consolida application pr ensuring less Utilizing the C will no longer coordination.	Ited Funding Application (CFA) ocess. The CFA process marks bureaucracy and greater efficie FA serving as the single entry have to slowly navigate multip Now, economic development p	has been created that w a fundamental shift in th ency to fulfill local econo point for access to econo ble agencies and sources projects will use the CFA	omic development funding, applicant	
productive.				
CFA A	pplication Process	ailable CFA Resources	CFA Workshop Materials	
To proceed wi	th your CFA, please use the lin	iks delow.		
Note: You will		r each project for which y	ou are applying for funding. You will project.	l be

https://apps.cio.ny.gov/apps/cfa



### ?'s & More NYSERDA NYC Assistance

### **Questions?**

General program information: 1-866-NYSERDA (697-3732) In NYC (212) 971-5342 Harris Schaer ext 3021 – EFP hms@nyserda.org Ariella Cohen ext 3017 – EFP Clararose Voigt ext 3007 – FlexTech John Schott ext 3013 – NCP Lindsay Robbins ext 3008 – Multi-family **Cameron Bard ext 3024 – Multi-family** 

