Agenda Date: 4/11/12 Agenda Item: 8A



#### STATE OF NEW JERSEY

Board of Public Utilities
44 South Clinton Avenue, 9<sup>th</sup> Floor
Post Office Box 350
Trenton, NJ 08625-0350
www.nj.gov/bpu/

#### **CLEAN ENERGY**

IN THE MATTER OF THE CLEAN ENERGY PROGRAM AUTHORIZATION OF COMMERCIAL AND INDUSTRIAL (C&I) PROGRAM ENERGY EFFICIENCY INCENTIVES EXCEEDING \$300,000	) ORDER ) ) )
SAINT PETER'S COLLEGE	) ) DOCKET NO. EO12030230V
THE SOMERSET HILLS SCHOOL DISTRICT	) DOCKET NO. E012030231V

**Denton Stargel**, VP for Finance and Business, Saint Peter's College **Nancy Lee Hunter**, Business Administrator & BOE Secretary, The Somerset Hills School District

#### BY THE BOARD:

The New Jersey Board of Public Utilities' (the Board) Commercial and Industrial (C&I) Energy Efficiency Program, which is marketed as New Jersey SMARTSTART Buildings Program (SSBP or SMARTSTART), includes the C&I New Construction, C&I Retrofit, Direct Install, Payfor-Performance New Construction, and Pay-for-Performance Existing Buildings Programs. These programs collectively offer financial incentives to New Jersey property owners to encourage the installation of energy efficient products and technologies. Eligible applicants may receive incentives for a portion of the cost of installing energy efficient technologies such as lighting, HVAC, water heating or other measures in new or existing buildings.

Saint Peter's College, Jersey City, NJ, has submitted an application for a monetary amount of \$320,000 under the 2011 Pay for Performance Program – Combined Heat and Power (CHP) component. This rebate application involves the installation of a CHP system on the West Campus of Saint Peter's College, at 111 Glenwood Avenue, Jersey City, NJ. The proposed CHP system will consist of two 160 kW cogeneration systems, and will provide electricity to the main electric account of the West Campus. Heat recovered from the two engines will feed to a new 150-ton hot water driven absorption chiller to provide chilled water for space cooling. During the heating season, recovered waste heat will feed the heating hot water distribution system as well as preheat feed water for boilers. In addition, a portion of the recovered waste heat will provide domestic hot water. The equipment is expected to produce 2,461,560 kWh of

electricity annually and is expected to produce 12,753 MMBtu of heat for cooling, heating, and domestic hot water per year. The project is expected to result in an annual estimated energy cost savings of \$233,149.

The Somerset Hills School District, Bernardsville, NJ, has submitted an application for a monetary incentive in the amount of \$413,753 under the 2010 Pay-for-Performance - Existing Buildings program, for a project located at Bernards High School, 25 Olcott Avenue, Bernardsville, NJ. The first estimated incentive, for the completed Energy Reduction Plan (ERP), is \$12,050. The estimated second incentive, for installation of recommended measures (including lighting lupgrading of existing fluorescent fixtures, new LED screw-ins, installation of compact fluorescent lamps, upgrading of gym lights, and complete replacement of non-LED exit signs with LED technology], commission scheduling of the Energy Management System front end and addition of demand control ventilation to HVAC systems, infiltration reductions to the gas system, installation of occupancy sensors, installation of personal computer (PC) load management, and installation of water conservation measures) is \$240,139; and the estimated third incentive for the one year true up of the ERP, which is based on the post construction benchmarking report is \$161.564. This application has an estimated 23% total energy savings and will save the customer an annual estimate of 687.914 kWh of electricity and an annual estimate of 29,430 therms of natural gas, and will result in an annual estimated demand reduction of 162 kW. Overall, this application will have an estimated annual energy cost savings of \$140,710.

TRC, the Market Manager engaged by the Board to manage the New Jersey Clean Energy Program (NJCEP) C&I energy efficiency programs, has submitted its certifications that the incentives for which TRC now seeks approval to commit have been calculated in accordance with the program policies and procedures, and that the listed amounts are the true and accurate estimated incentives for which the applicants are eligible. Further, Applied Energy Group, Inc. (AEG), in its role as the NJCEP Program Coordinator, has reviewed the Saint Peter's College application and submitted its certification that the incentive for which TRC now seeks approval to commit has been calculated in accordance with the program policies and procedures. On the Somerset Hills School District application, the Office of Clean Energy (OCE) Staff, acting in place of the Program Coordinator, has reviewed the Somerset Hills School District application and submitted its certification to locating documentation supporting inputs used to calculate the within rebate amounts and evidencing TRC's evaluations of those inputs as required by the program's policies and procedures.<sup>1</sup> Staff recommends that the Board approve the above-referenced applications.

<sup>&</sup>lt;sup>1</sup> Pursuant to State Contract No. 68922 and consistent with the February 6, 2012 acknowledgment of Conflict of Interest Policy and Procedures by and between Ameresco, Inc.-AEG-OCE under <a href="https://line.com/line.c

The Board <u>HEREBY ORDERS</u> the approval of the aforementioned applications for the total estimated incentive amounts of \$320,000 for Saint Peter's College and \$413,753 for the Somerset Hills School District, and <u>AUTHORIZES</u> issuance of a standard commitment letter to the applicants identified above, setting forth the terms and conditions of these commitments.

DATED: 4/12/12

BOARD OF PUBLIC UTILITIES

ROBERT HANNA PRESIDENT

JEANNE M. FOX COMMISSIONER

NICHOLAS ASSELTA COMMISSIONER MARY-ANNA HOLDEN

COMMISSIONER

ATTEST:

KRISTI IZZO SECRETARY

HEREBY CERTIFY that the within document is a true copy of the original in the files of the Board of Public

Utilities

# IN THE MATTER OF THE CLEAN ENERGY PROGRAM AUTHORIZATION OF COMMERCIAL AND INDUSTRIAL (C&I) PROGRAM ENERGY EFFICIENCY INCENTIVES EXCEEDING \$300,000 – SAINT PETER'S COLLEGE AND THE SOMERSET HILLS SCHOOL DISTRICT

#### DOCKET NOS. E012030230V & E012030231V

#### SERVICE LIST

Brian DeLuca TRC Solutions Program Manager 900 Route 9 North, Suite 104 Woodbridge, NJ 07095

Roger Kliemisch TRC Solutions Associate Vice President 900 Route 9 North, Suite 104 Woodbridge, NJ 07095

Valentina Rozanova TRC Solutions Program Manager 900 Route 9 North, Suite 104 Woodbridge, NJ 07095

Caroline Vachier, DAG Division of Law Dept. of Law & Public Safety 124 Halsey Street P.O. Box 45029 Newark, NJ 07102

Veronica Beke, DAG Division of Law Dept. of Law & Public Safety 124 Halsey Street P.O. Box 45029 Newark, NJ 07102

Kristi Izzo, Secretary Board of Public Utilities 44 South Clinton Avenue P.O. Box 350 Trenton, NJ 08625-0350 Michael Winka Office of Clean Energy Board of Public Utilities P.O. Box 350 Trenton, NJ 08625-0350

Mona Mosser Office of Clean Energy Board of Public Utilities P.O. Box 350 Trenton, NJ 08625-0350

Sharon Wolfe Office of Clean Energy Board of Public Utilities P.O. Box 350 Trenton, NJ 08625-0350

Rachel Boylan Counsel's Office Board of Public Utilities P.O. Box 350 Trenton, NJ 08625-0350

Elizabeth M. Teng Office of Clean Energy Board of Public Utilities P.O. Box 350 Trenton, NJ 08625-0350

Allison E. Mitchell Office of Clean Energy Board of Public Utilities P.O. Box 350 Trenton, NJ 08625-0350 James Nappi Applied Energy Group, Inc. 317 George Street Suite 305 New Brunswick, NJ 08901

Michael Ambrosio Applied Energy Group, Inc. 317 George Street Suite 305 New Brunswick, NJ 08901

Denton Stargel
VP for Finance and Business
Saint Peter's College
2641 Kennedy Blvd.
Jersey City, NJ 07306

Nancy Lee Hunter Business Administrator & BOE Secretary The Somerset Hills School District 25 Olcott Avenue Bernardsville, NJ 07924

## Program Coordinator Certification (New Incentive Commitments > \$300,000)

<sub>I,</sub> Maura	a Watkins , hereby certify that in its role as Program				
•	oplied Energy Group, Inc. has reviewed the referenced				
•	red by the policies and procedures applicable to each				
. •	ne standardized equipment incentives for which TRC now				
• '	to commit have been calculated in accordance with those				
•	ocedures, and that the amount shown below is the true and				
accurate estimo	ated incentive for which the applicant(s) is(are) eligible.				
For incentives b	ased on uniquely calculated estimated energy savings,				
	ustom Program and Pay for Performance, Applied Energy				
_	ocating documentation supporting the inputs used to				
calculate the re	ebate amount and evidencing TRC's evaluation of those				
inputs as require	ed by the program's policies and procedures.				
	a 4 Warkens  Date: 03-05-2012				
Maur	a 4 Wathers				
	Date: 03-05-2012				
By:	Date: <u>00 00 2012</u>				
Maura Watkins					
Quality Assu	rance Manager - Applied Energy Group, Inc.				
,					
Ref:	08018CHP				
App #					
Applicant	St. Peter"s College				
, <b>( 2</b>   22.3	St. Potor's College				
Payee	St. Peter's College				
Committed Am	ount: \$320,000.00				
	Corn.				

### Market Manger Certification (New Incentive Commitments > \$300,000)

I <u>Diane M. Zukas</u> hereby certify that applications on the attached list have been reviewed by TRC or its subcontractors as required by the policies and procedures applicable to each program, that the incentives for which TRC now seeks approval to commit have been calculated in accordance with those policies and procedures, and that the listed amounts are the true and accurate estimated incentives for which each applicant is eligible.

By: Diane M. Zukas, Vice President
App# 08018CHP

Date: 3/5//

Application Number: 08018CHP

2. Program Name: CHP (part of P4P work scope under app# 08018)

Customer Contact (name, company, address, phone #):
 Denton Stargel, Vice President for Finance and Business
 St. Peter's College
 2641 Kennedy Blvd., Jersey City, NJ 07306
 201-761-6280

4. Project Name and Address: St. Peter's College 111 Glenwood Avenue Jersey City, NJ 07306

5. Rebate amount:

Incentive #1: \$240,000 Incentive #2: \$80,000 Total: \$320,000

6. Brief description:

The proposed combined heat and power (CHP) system will consist of two 160 kW cogeneration systems to be installed in the basement mechanical room of Pope Hall on the West Campus. The two natural gas engines are E160F models manufactured and to be installed by ENER-G Cogen LLC.

These cogeneration units will generate electricity to the main electric account of the West Campus, which provides electricity for Pope Hall, O'Toole Library, Gannon Hall, McDermott Hall, Dinneen Hall, and Yanitelli Recreational Life Center.

Heat recovered from the two engines will feed to a new, 150-ton, hot water driven absorption chiller to provide chilled water to Pope Hall, O'Toole Library, and Gannon Hall for space cooling. During the heating season recovered waste heat will feed the heating hot water distribution system in O'Toole and Pope Hall as well as preheat feed water for boilers serving Pope Hall, Gannon Hall and Yanitelli Recreational Life Center. In addition, a portion of the recovered waste heat will provide domestic hot water to Pope Hall. A new piping loop from Pope Hall to O'Toole Library will be installed to circulate hot and chilled water generated by the waste heat recovery system.

7. Annual Estimated Energy Savings:
Expected Annual Electricity Production: 2,461,560 kWh
Expected Annual Thermal Energy Production: 12,753 MMBtu of heat for cooling, heating, and domestic hot water.

8. Annual Estimate Energy Cost Savings: \$233,149

### Market Manager Certification (New Incentive Commitments > \$300,000)

I <u>Diane M. Zukas</u> hereby certify that applications on the attached list have been reviewed by TRC or its subcontractors as required by the policies and procedures applicable to each program, that the incentives for which TRC now seeks approval to commit have been calculated in accordance with those policies and procedures, and that the listed amounts are the true and accurate estimated incentives for which each applicant is eligible.

By: Diane M. Zukas, Vice President

App# 08507

Date:

Pate: 3/3///

1. Application Number: 08507

2. Program Name: Pay for Performance- Existing Buildings

3. Customer Contact (name, company, address, phone #):
Nancy Lee Hunter, Business Administrator and BOE Secretary
The Somerset Hills School District
25 Olcott Avenue
Bernardsville, NJ 07924
908-630-3018

 Project Name and Address: Bernards High School
 Olcott Avenue Bernardsville, NJ 07924

5. Rebate amount:

Incentive #1: \$12,050 Incentive #2: \$240,139 Incentive #3: \$161,564 Total: \$413,753

6. Brief description of measures

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1	Other Lighting	Existing fluorescent fixtures will be upgraded with the premium T8 system. Recessed cans in the Halls will receive new LED screw-ins. Compact fluorescent lamps will be installed in a wide variety of incandescent fixtures. New T5 high-bays will be installed in the Gym. Exit signs not containing LED technology will be replaced with new LED signs with battery backup.	Not yet selected	1
2	Custom Electric	Commission scheduling of the Energy Management System front end and add demand control ventilation to HVAC systems	Not yet selected	: 1
3	Custom Gas	Infiltration reductions: Application of weather stripping and sealants to roof penetrations, wall penetrations, roof/wall interface and soffits	Not yet selected	1
4	Custom Electric	Vending Mizers: Installation of occupancy sensors to put vending machines into a lower energy state	Not yet selected	2
5	Custom Electric	PC Load management: Installation of software to put inactive PCs into lower energy state	Not yet selected	357
6	Custom Gas	Water Conservation Measures: Installation of faucet aerators, reducing hot water flow and therefore energy consumption	Not yet selected	1

7. Annual Estimated Energy Savings: 687,914 kWh; 29,430 therms; 162 kW

8. Annual Estimate Energy Cost Savings: \$140,710

## Project Certification (New Incentive Commitments > \$300,000)

I, Mona Lee Mosser, hereby certify that I have reviewed the file referenced below, as required by the policies and procedures applicable to each program, that the standardized equipment incentives for which TRC now seeks approval to commit have been calculated in accordance with those policies and procedures, and that the amount shown below is the true and accurate estimated incentive for which the applicant(s) is(are) eligible.

For incentives based on uniquely calculated estimated energy savings, including the Custom Program and Pay for Performance, the Office of Clean Energy certifies locating documentation supporting the inputs used to calculate the rebate amount and evidencing TRC's evaluation of those inputs as required by the program's policies and procedures.

Ву:	ma Mosan Date: 3/16/12
	a Mosser au Chief - NJBPU Office of Clean Energy
Ref: App #	08507
Applicant	The Somerset Hills School District
Payee	The Somerset Hills School District
Committed	Amount: \$413,753.00